

# COMPTON WATER ASSOCIATION

P.O. BOX 825

COMPTON, AR 72624

(870) 420-3930

[www.comptonwater@gmail.com](mailto:www.comptonwater@gmail.com)

## General Meeting October 10<sup>th</sup>, 2023 Agenda for Compton Water Association

Compton Water Association General Meeting is now called to order.

Call roll to determine if a Quorum is present.

REPORTS: Call each report individually and give each time to answer.

1. Minutes from last meeting- Ashley Reynolds
2. Directors Report- Ashley Reynolds
3. Bookkeeper Report- Ashley Reynolds
4. Water Operator Report- Clint Wilt
5. Meter Reader Report- Clint Wilt

Can we have a motion and second, to submit reports into the minutes?

OLD/UNFINISHED BUSINESS:

Topic: Lease of a postage meter

Topic: Non-Land owner concerns: At the last meeting we discussed looking at this on a case by case basis. We need to either move ahead with a vote, or drop it.

Topic: Updating Member forms and policies: We really need to read the agreement and policies and discuss updating them.

Topic: Any board member who has not received the board training needs to be registered for training before the end of December.

Topic: Severely delinquent accounts: Melissa with SWB is going to send me some information on some of the laws that pertain to this. One of these laws is that as long as a customer has an unpaid debt to us, another water provider cannot provide water to them. I recommend that we send a final request for payment to the ones that we know are still around here, and give them 30 days to pay the debt, and then forward it to small claims court.

Topic: QuickBooks: I told you all last time that since support had ended for QB and Internet Explorer II that we need to upgrade our QB. After further research, I think that instead of upgrading QB that we look into upgrading our computer. There are a lot of functions that we will lose by going to QB Online. The desktop version is preferred.

Topic: Backup "operator": I've spoken with Clint, and he would like for us to hire his son for this. He helps him when it is needed, so he's got some knowledge of what our needs are. Currently, Clint is "on-call" 24/7 and this does not allow him the opportunity to spend time away from the area. This is going to cause burn out and we risk being without an operator.

Topic: Water-loss: Our water loss is still very high.

Topic: SWB: Current bill is \$124,446.59. We paid \$37,919.30 last month. I sent a payment of \$13,242.30 this week and will send an additional \$22,255.65 at the end of the month. This will bring our balance down to \$88,948.64.

Topic: Online Bill Pay: I have information from NexBillPay for the online payment option. If we choose to stay with Water Works, then we need to move forward with this.

#### NEW BUSINESS:

Topic: AMCS is going to stop supporting Water Works in June of next year. Right now, we have to make the decision of whether to stay with AMCS until then or go ahead and transfer to Sequoyah Software.

**COMPTON WATER ASSOCIATION**  
Board of Directors and Business Meeting  
Held at Compton School, Compton Arkansas  
August 16<sup>th</sup>, 2023 - 7:00 p.m.

**Meeting called to order by Greg Bacarri: Quorum present: John Henderson, Karl Lehr  
Absent: Roger Jones**

**REPORTS:**

MINUTES: Ashley Reynolds  
DIRECTORS REPORT: Ashley Reynolds  
BOOKKEEPER REPORT: Ashley Reynolds  
WATER OPERATOR REPORT: Clint Wilt

**OLD/UNFINISHED BUSINESS:**

**Topic:** The Safe Water Drinking Fee was increased from .30 to .40. The board voted by phone on July 7<sup>th</sup> to implement the increase immediately. The phone vote was: Roger Jones- yea, Greg Baccari- yea, John Henderson- yea, Karl Lehr- no response. **Greg Baccari made a motion to add the phone vote to the minutes. Seconded by Karl Lehr. All present were in favor, motion passed.**

**Topic:** RV parks going in , how can the system keep up we are set at 456 meters (Engineering set us up to allow 500 max) we have 18 new connects on the list right now. CWA has been approached to install RV park on 21 and 43. CWA needs to implement a plan as to how our system will function with the growth?? **Greg Bacarri made a motion to leave this alone until it affects our system. Seconded by John Henderson. All present were in favor, motion passed.**

**Topic:** Act 605 rate increases and rate analysis forms do we use ARWA- \$400.00 or NWAEDD \$500.00- in the paper work you will find docs on why we have to do the rate increase, when it will go into effect, what all we have to do to get proper paper work submitted to stay in compliance, application and rules. Also dates for the Board members classes for the ACT 605 training each year.: **Tabled until later date.**

**NEW BUSINESS:**

**1:** Lease of a postage meter- Karl requested to see the lease agreement from the company before going to a vote

**2:** Water rental accounts: Tabled for discussion, research needed. Discussed going on a case by case basis.

**3:** New member forms: Membership Agreement paragraph 4> late fees will be assessed on the 16<sup>th</sup>, not the 15<sup>th</sup>. Water Policy needs to be corrected. **Motion made by John Henderson to change the date on the forms from the 15<sup>th</sup> to the 16<sup>th</sup>. Seconded by Greg Baccari. All present were in favor, motion passed.**

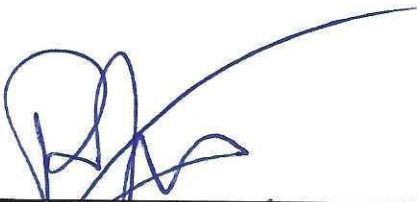
**4:** Severely delinquent accounts- what can we do to collect this money? **Greg Bacarri said he would research**

**5:** Support for Quickbooks 2010 & IE II has ended- we need to look at upgrading quickbooks- **More information needed, such as price**

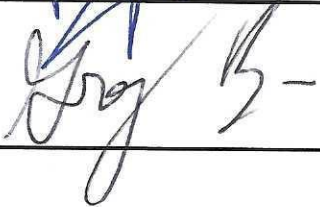
- 6:** Updates to website: list all board members. **Greg Bacarri made a motion to list the names of all board members on the website. Seconded by John Henderson. All in favor, motion carries.**
- 7:** Discuss online payment options- More information is needed
- 8:** Backup Operator- Clint has mentioned that he does not have the time to replace the meters that are over 1,000,000 gallons. We really need to have someone (preferably certified) that we can bring in to do this and any other things that are not getting completed. Also, if Clint becomes unavailable, we need someone who can step in- we discussed looking for someone for this position
- 9:** Water loss- we have averaged 45.94 year to date- Clint is going out daily to check for leaks
- 10:** ADH Letter Dated 7/17/2023- According to this notification, posting this notice on the website is not in accordance with ADH requirements
- 11:** Department of Agriculture letter dated 07/17/2023- Retail Water Provider Oversight- Are we in compliance? **Greg is the only board member to not receive the training**
- 12:** ADH Letter dated 07/14/2023- Lead Service Line Inventory Assistance: **Will forward to Clint**
- 13:** Treatment Technique Violation- Clint did not pass his test on 06/28. After speaking with Heather Parker-Foster (Water Training & Certification Officer ADH) on 7/25, she advised that we need to have a plan in writing on how we are going to bring the System into compliance.: **Greg said he will get something written up**
- 14:** Letter from SWB dated 8/3 asking us to work on paying past due balance along with current balance each month: **I responded with a letter stating that we will at least try to pay the current months balance along with \$1,000 extra per month towards the outstanding balance.**

**REQUEST TO BE ON AGENDA :** None

A motion was made by **John Henderson** to adjourn the meeting, seconded by **Greg Bacarri**  
All in favor, motion carries.



**Roger Jones, President**



**Greg Baccari, Vice President**

**DISTRIBUTION EFFICIENCY SUMMARY**

|                              | Gallons   | Percent |
|------------------------------|-----------|---------|
| Water Supplied to System     | 3,861,370 | 100.0%  |
| Water Sold to Customers      | 1,574,000 | 40.8%   |
| Utility Use (fire, flushing) | 6,000     | 0.2%    |
| Water Lost                   | 2,281,370 | 59.1%   |
| Average Use Per Account      | 4,497     |         |
| Accounts Using Water         | 350       |         |

**SUMMARY BY SERVICE**

|         | Water     | Sewer | Trash | Other1 | Other2 | Other3 | Sales Tax |
|---------|-----------|-------|-------|--------|--------|--------|-----------|
| Charges | 32,533.80 | 0.00  | 0.00  | 152.40 | 138.00 | 0.00   | 2,600.83  |
| Count   | 381       | 0     | 0     | 381    | 138    | 0      | 380       |
| Average | 85.39     | 0.00  | 0.00  | 0.40   | 1.00   | 0.00   | 6.84      |

**ACCOUNTS RECEIVABLE ANALYSIS**

|                                  |            |     |
|----------------------------------|------------|-----|
| Balance Due on August 2023 Bills | 42,918.42  | 399 |
| Credit Balances                  | -2,719.50  | 15  |
| Debit Balances                   | 45,637.92  | 384 |
| Payments                         | -35,578.82 | 360 |
| Adjustments                      | 0.00       | 0   |
| Balance after Payments and Adj   | 7,339.60   | 39  |
| Current                          | -1,527.12  | 20  |
| 30 to 60 Days Old                | 178.99     | 0   |
| 60 to 90 Days Old                | 160.87     | 1   |
| Over 90 Days Old                 | 8,526.86   | 18  |
| Penalty Charges                  | 300.74     | 38  |
| Charges for Services             | 35,425.03  | 381 |
| Balance Due                      | 43,065.37  |     |

8:31 PM  
 06/05/24  
 Accrual Basis

**Compton Water Association, Inc.**  
**Profit & Loss**  
 January 2023 through August 2024

|                                       | Jan '23 - Aug 24 |
|---------------------------------------|------------------|
| Ordinary Income/Expense               |                  |
| Income                                |                  |
| <b>FEES CHARGED</b>                   |                  |
| Water Meter Sets                      | 6,900.00         |
| Reconnect Fees                        | 675.00           |
| FEES CHARGED - Other                  | 1,753.59         |
|                                       | 9,328.59         |
| <b>Total FEES CHARGED</b>             |                  |
| <b>Water Revenue</b>                  |                  |
| Misc Fees                             | 2,629.03         |
| Penalty                               | 4,995.78         |
| Safe Water                            | 2,383.86         |
| Sales Tax                             | 44,510.55        |
| Water Sales                           | 550,773.61       |
| Water Revenue - Other                 | 100.00           |
|                                       | 605,392.83       |
| <b>Total Water Revenue</b>            |                  |
|                                       | 614,721.42       |
| <b>Total Income</b>                   |                  |
| <b>Cost of Goods Sold</b>             |                  |
| Cost of Goods Sold                    | -440.00          |
|                                       | -440.00          |
| <b>Total COGS</b>                     |                  |
|                                       | 615,161.42       |
| <b>Gross Profit</b>                   |                  |
| <b>Expense</b>                        |                  |
| compton water                         | 0.00             |
| Reconciliation Discrepancies          | 100.00           |
| <b>Business Expenses</b>              |                  |
| Bank Charges                          | 5,686.11         |
| Banking NSF                           | 188.20           |
| Business Registration Fees            | 457.00           |
|                                       | 6,331.31         |
| <b>Total Business Expenses</b>        |                  |
| <b>CONTRACT LABOR</b>                 |                  |
| Ashley J Reynolds                     | 22,400.00        |
| April Root                            | 10,000.00        |
| Clint Wilt                            |                  |
| Wilt Vehicle Allowance                | 11,875.00        |
| Clint Wilt - Other                    | 41,925.32        |
|                                       | 53,800.32        |
| <b>Total Clint Wilt</b>               |                  |
| <b>CONTRACT LABOR - Other</b>         | 17,602.50        |
|                                       | 103,802.82       |
| <b>Total CONTRACT LABOR</b>           |                  |
| <b>Contract Services</b>              |                  |
| Leak and Line Repair                  | 13,160.00        |
| Accounting Fees                       | 5,775.00         |
| Arkansas Dept of Health               | 3,096.00         |
| Arkansas One Call                     | 159.60           |
|                                       | 22,190.60        |
| <b>Total Contract Services</b>        |                  |
| <b>EQUIPMENT</b>                      |                  |
| Fire Tower Camera                     | 640.33           |
| Computer                              | 1,694.12         |
|                                       | 2,334.45         |
| <b>Total EQUIPMENT</b>                |                  |
| <b>Facilities and Equipment</b>       |                  |
| Building Rent                         | 868.02           |
| Truck Expense                         | 2,692.60         |
| Facilities and Equipment - Other      | 100.00           |
|                                       | 3,660.62         |
| <b>Total Facilities and Equipment</b> |                  |
| <b>Interest Expense</b>               | 0.00             |
| <b>Operations</b>                     |                  |
| Supplies Water                        | 24,805.79        |

8:31 PM  
06/05/24  
Accrual Basis

**Compton Water Association, Inc.**  
**Profit & Loss**  
**January 2023 through August 2024**

|                                      | <u>Jan '23 - Aug 24</u> |
|--------------------------------------|-------------------------|
| Advertising                          | 90.45                   |
| Books, Subscriptions, Reference      | 2,758.84                |
| Postage, Mailing Service             | 4,680.58                |
| Printing and Copying                 | 141.91                  |
| Supplies Office                      | 2,253.27                |
| Telephone, Telecommunications        | 4,031.66                |
| Utilities, Electric, Gas             | 10,639.14               |
| <b>Total Operations</b>              | <b>49,401.64</b>        |
| <b>Other Types of Expenses</b>       |                         |
| Insurance Hartford Workmans Com      | 4,007.00                |
| Dues                                 | 70.00                   |
| Insurance - Liability, D and O       | 264.25                  |
| Other Costs                          | 79.50                   |
| <b>Total Other Types of Expenses</b> | <b>4,420.75</b>         |
| <b>S W BOONE Water</b>               | <b>378,306.32</b>       |
| <b>SALES TAX</b>                     |                         |
| Arkansas State Tax                   | 36,994.22               |
| Boone County                         | 0.00                    |
| Carroll County                       | 60.00                   |
| Madison County                       | 566.00                  |
| Newton County                        | 1,614.00                |
| <b>Total SALES TAX</b>               | <b>39,234.22</b>        |
| <b>VEHICLE</b>                       |                         |
| Fuel                                 | 2,383.08                |
| Insurance                            | 1,046.00                |
| <b>Total VEHICLE</b>                 | <b>3,429.08</b>         |
| <b>Total Expense</b>                 | <b>613,211.81</b>       |
| <b>Net Ordinary Income</b>           | <b>1,949.61</b>         |
| <b>Other Income/Expense</b>          |                         |
| Other Income                         |                         |
| Water Meter Deposits Used for O      | 100.00                  |
| <b>Total Other Income</b>            | <b>100.00</b>           |
| <b>Other Expense</b>                 |                         |
| Ask My Accountant                    | 96.69                   |
| <b>Total Other Expense</b>           | <b>96.69</b>            |
| <b>Net Other Income</b>              | <b>3.31</b>             |
| <b>Net Income</b>                    | <b>1,952.92</b>         |

**Compton Water Association, Inc.**  
**Balance Sheet**  
 As of August 1, 2023

Aug 1, 23

| <b>ASSETS</b>                         |                   |
|---------------------------------------|-------------------|
| Current Assets                        |                   |
| Checking/Savings                      |                   |
| Community First Bank Checking         | 8,328.18          |
| Anstaff 7822 Depreciation             | 12,632.97         |
| Anstaff 7848 Checking                 | -65,697.23        |
| Anstaff 7830 Meter Reserve            | 25,038.07         |
| Anstaff 7814 Loan Res                 | 5,336.87          |
| Water Revenue; Penalty                | -17.73            |
| Water Revenue; Water Sales            | -2,848.75         |
| Total Checking/Savings                | -17,227.62        |
| Other Current Assets                  |                   |
| A/R Utility Billing                   |                   |
| A/R Misc Fees                         | -84.00            |
| A/R Penalty                           | -104.86           |
| A/R Safe Water                        | -36.26            |
| A/R Sales Tax                         | -586.46           |
| A/R Water                             | -7,516.60         |
| Total A/R Utility Billing             | -8,328.18         |
| Total Other Current Assets            | -8,328.18         |
| Total Current Assets                  | -25,555.80        |
| Fixed Assets                          |                   |
| water system                          | 497,346.00        |
| Total Fixed Assets                    | 497,346.00        |
| <b>TOTAL ASSETS</b>                   | <b>471,790.20</b> |
| <b>LIABILITIES &amp; EQUITY</b>       |                   |
| Liabilities                           |                   |
| Current Liabilities                   |                   |
| Other Current Liabilities             |                   |
| Due To Meter Deposit Fund             | 22,877.45         |
| Water Meter Acct Deposit              | 41,038.07         |
| Total Other Current Liabilities       | 63,915.52         |
| Total Current Liabilities             | 63,915.52         |
| Long Term Liabilities                 |                   |
| ARKANSAS NATURAL RESOURCES            |                   |
| Arkansas Natural Resources 1          | 28,419.00         |
| Arkansas Natural Resources 2          | -3,231.64         |
| Total ARKANSAS NATURAL RESOURCES      | 25,187.36         |
| USDA Rural Development Loan 05        | 7,934.19          |
| USDA Rural Development Debt 09        | 71,927.62         |
| Total Long Term Liabilities           | 105,049.17        |
| Total Liabilities                     | 168,964.69        |
| Equity                                |                   |
| Opening Balance Equity                | -421,084.91       |
| Unrestricted Net Assets               | 726,236.90        |
| Net Income                            | -2,326.48         |
| Total Equity                          | 302,825.51        |
| <b>TOTAL LIABILITIES &amp; EQUITY</b> | <b>471,790.20</b> |



**DISTRIBUTION EFFICIENCY SUMMARY**

|                              | Gallons   | Percent |
|------------------------------|-----------|---------|
| Water Supplied to System     | 3,396,600 | 100.0%  |
| Water Sold to Customers      | 1,834,000 | 54.0%   |
| Utility Use (fire, flushing) | 6,000     | 0.2%    |
| Water Lost                   | 1,556,600 | 45.8%   |
| Average Use Per Account      | 5,195     |         |
| Accounts Using Water         | 353       |         |

**SUMMARY BY SERVICE**

|         | Water     | Sewer | Trash | Other1 | Other2 | Other3 | Sales Tax |
|---------|-----------|-------|-------|--------|--------|--------|-----------|
| Charges | 35,604.95 | 0.00  | 0.00  | 152.40 | 188.00 | 0.00   | 2,849.23  |
| Count   | 381       | 0     | 0     | 381    | 139    | 0      | 380       |
| Average | 93.45     | 0.00  | 0.00  | 0.40   | 1.35   | 0.00   | 7.50      |

**ACCOUNTS RECEIVABLE ANALYSIS**

|                                     |            |     |
|-------------------------------------|------------|-----|
| Balance Due on September 2023 Bills | 43,065.37  | 400 |
| Credit Balances                     | -2,126.08  | 11  |
| Debit Balances                      | 45,191.45  | 389 |
| Payments                            | -36,114.41 | 363 |
| Adjustments                         | -119.42    | 3   |
| Balance after Payments and Adj      | 6,831.54   | 39  |
| Current                             | -1,479.63  | 19  |
| 30 to 60 Days Old                   | 319.94     | 1   |
| 60 to 90 Days Old                   | 109.94     | 2   |
| Over 90 Days Old                    | 7,881.29   | 17  |
| Penalty Charges                     | 244.45     | 33  |
| Charges for Services                | 38,794.58  | 381 |
| Balance Due                         | 45,870.57  |     |

**Compton Water Association, Inc.**  
**Profit & Loss**  
 January through September 2023

|                                       | Jan - Sep 23 |
|---------------------------------------|--------------|
| Ordinary Income/Expense               |              |
| Income                                |              |
| <b>FEES CHARGED</b>                   |              |
| Water Meter Sets                      | 6,900.00     |
| Reconnect Fees                        | 375.00       |
| FEES CHARGED - Other                  | 825.00       |
| <b>Total FEES CHARGED</b>             | 8,100.00     |
| <b>Water Revenue</b>                  |              |
| Misc Fees                             | 1,188.92     |
| Penalty                               | 2,818.98     |
| Safe Water                            | 1,301.31     |
| Sales Tax                             | 21,343.65    |
| Water Sales                           | 265,939.19   |
| Water Revenue - Other                 | 100.00       |
| <b>Total Water Revenue</b>            | 292,692.05   |
| <b>Total Income</b>                   | 300,792.05   |
| <b>Cost of Goods Sold</b>             |              |
| Cost of Goods Sold                    | -440.00      |
| <b>Total COGS</b>                     | -440.00      |
| <b>Gross Profit</b>                   | 301,232.05   |
| <b>Expense</b>                        |              |
| compton water                         | 0.00         |
| Reconciliation Discrepancies          | 100.00       |
| <b>Business Expenses</b>              |              |
| Bank Charges                          | 303.04       |
| Banking NSF                           | 110.87       |
| <b>Total Business Expenses</b>        | 413.91       |
| <b>CONTRACT LABOR</b>                 |              |
| Ashley J Reynolds                     | 6,200.00     |
| April Root                            | 10,000.00    |
| Clint Wilt                            |              |
| Wilt Vehicle Allowance                | 10,875.00    |
| Clint Wilt - Other                    | 23,885.32    |
| <b>Total Clint Wilt</b>               | 34,760.32    |
| <b>CONTRACT LABOR - Other</b>         | 52.50        |
| <b>Total CONTRACT LABOR</b>           | 51,012.82    |
| <b>Contract Services</b>              |              |
| Leak and Line Repair                  | 8,110.00     |
| Accounting Fees                       | 2,675.00     |
| Arkansas Dept of Health               | 1,670.40     |
| Arkansas One Call                     | 102.60       |
| <b>Total Contract Services</b>        | 12,558.00    |
| <b>EQUIPMENT</b>                      |              |
| Computer                              | 756.45       |
| <b>Total EQUIPMENT</b>                | 756.45       |
| <b>Facilities and Equipment</b>       |              |
| Building Rent                         | 459.54       |
| Truck Expense                         | 2,000.00     |
| <b>Total Facilities and Equipment</b> | 2,459.54     |
| <b>Interest Expense</b>               | 0.00         |
| <b>Operations</b>                     |              |
| Supplies Water                        | 11,296.25    |
| Books, Subscriptions, Reference       | 868.22       |
| Postage, Mailing Service              | 2,323.63     |
| Supplies Office                       | 1,043.30     |

**Compton Water Association, Inc.**  
**Profit & Loss**  
**January through September 2023**

|                                      | <u>Jan - Sep 23</u> |
|--------------------------------------|---------------------|
| Telephone, Telecommunications        | 2,477.33            |
| Utilities, Electric, Gas             | 5,550.26            |
| <b>Total Operations</b>              | <b>23,558.99</b>    |
| <b>Other Types of Expenses</b>       |                     |
| Insurance Hartford Workmans Com      | 1,718.00            |
| Dues                                 | 35.00               |
| <b>Total Other Types of Expenses</b> | <b>1,753.00</b>     |
| <b>S W BOONE Water</b>               | <b>207,128.35</b>   |
| <b>SALES TAX</b>                     |                     |
| Arkansas State Tax                   | 18,386.00           |
| Boone County                         | 0.00                |
| Carroll County                       | 60.00               |
| Madison County                       | 566.00              |
| Newton County                        | 1,614.00            |
| <b>Total SALES TAX</b>               | <b>20,626.00</b>    |
| <b>VEHICLE</b>                       |                     |
| Fuel                                 | 1,375.19            |
| Insurance                            | 1,046.00            |
| <b>Total VEHICLE</b>                 | <b>2,421.19</b>     |
| <b>Total Expense</b>                 | <b>322,788.25</b>   |
| <b>Net Ordinary Income</b>           | <b>-21,556.20</b>   |
| <b>Other Income/Expense</b>          |                     |
| Other Expense                        |                     |
| Ask My Accountant                    | -20.00              |
| <b>Total Other Expense</b>           | <b>-20.00</b>       |
| <b>Net Other Income</b>              | <b>20.00</b>        |
| <b>Net Income</b>                    | <b>-21,536.20</b>   |

**Compton Water Association, Inc.**  
**Balance Sheet**  
As of October 1, 2023

|   | Oct 1, 23   |
|---|-------------|
| <b>ASSETS</b>                           |             |
| <b>Current Assets</b>                   |             |
| <b>Checking/Savings</b>                 |             |
| Community First Bank Checking           | 8,328.18    |
| Anstaff 7822 Depreciation               | 12,632.97   |
| Anstaff 7848 Checking                   | -86,654.95  |
| Anstaff 7830 Meter Reserve              | 25,638.07   |
| Anstaff 7814 Loan Res                   | 5,336.87    |
| Water Revenue; Penalty                  | -17.73      |
| Water Revenue; Water Sales              | -2,848.75   |
| <b>Total Checking/Savings</b>           | -37,585.34  |
| <b>Other Current Assets</b>             |             |
| <b>A/R Utility Billing</b>              |             |
| A/R Misc Fees                           | -84.00      |
| A/R Penalty                             | -104.86     |
| A/R Safe Water                          | -36.26      |
| A/R Sales Tax                           | -586.46     |
| A/R Water                               | -7,516.60   |
| <b>Total A/R Utility Billing</b>        | -8,328.18   |
| <b>Total Other Current Assets</b>       | -8,328.18   |
| <b>Total Current Assets</b>             | -45,913.52  |
| <b>Fixed Assets</b>                     |             |
| water system                            | 497,346.00  |
| <b>Total Fixed Assets</b>               | 497,346.00  |
| <b>TOTAL ASSETS</b>                     | 451,432.48  |
| <b>LIABILITIES &amp; EQUITY</b>         |             |
| <b>Liabilities</b>                      |             |
| <b>Current Liabilities</b>              |             |
| <b>Other Current Liabilities</b>        |             |
| Due To Meter Deposit Fund               | 22,877.45   |
| Water Meter Acct Deposit                | 41,638.07   |
| <b>Total Other Current Liabilities</b>  | 64,515.52   |
| <b>Total Current Liabilities</b>        | 64,515.52   |
| <b>Long Term Liabilities</b>            |             |
| <b>ARKANSAS NATURAL RESOURCES</b>       |             |
| Arkansas Natural Resources 1            | 28,419.00   |
| Arkansas Natural Resources 2            | -3,231.64   |
| <b>Total ARKANSAS NATURAL RESOURCES</b> | 25,187.36   |
| USDA Rural Development Loan 05          | 7,934.19    |
| USDA Rural Development Debt 09          | 70,179.62   |
| <b>Total Long Term Liabilities</b>      | 103,301.17  |
| <b>Total Liabilities</b>                | 167,816.69  |
| <b>Equity</b>                           |             |
| Opening Balance Equity                  | -421,084.91 |
| Unrestricted Net Assets                 | 726,236.90  |
| Net Income                              | -21,536.20  |
| <b>Total Equity</b>                     | 283,615.79  |
| <b>TOTAL LIABILITIES &amp; EQUITY</b>   | 451,432.48  |

- **Five percent (5%) per year of gross revenues (or different amount as determined by the rate study) must be set aside in a dedicated refurbishment and replacement reserve**
  
- **A Provider shall be designated as being in fiscal distress when a Provider fails to:**
  - Obtain and submit a Rate Study
  - Implement Rates in the Rate Study
  - Maintain adequate funds to operate and maintain the Water Provider's system
  
- **A Provider may be designated as being in fiscal distress when a Provider fails to:**
  - Obtain the required Board training
  - File an annual audit
  - Adopt an adequate budget
  - Make appropriate tax/fee payments
  - Make debt payments
  - Maintain compliance with State and Federal Agencies

To download a copy of Act 605 of 2021, Act 545 of 2023, Rules Implementing the Acts, training schedules or other information regarding Retail Water Provider Oversight, please visit our website at [Oversight of Retail Water Providers – Act 605 of 2021 - Arkansas Department of Agriculture](#).

If you feel you are exempt from the requirements of the Acts, you are encouraged to notify us in writing with proof of such exemption.

Should you have questions, please feel free to contact me.

Best,

*Darla Brooks*

Audit Coordinator – Act 605 Compliance

- **Five percent (5%) per year of gross revenues (or different amount as determined by the rate study) must be set aside in a dedicated refurbishment and replacement reserve**
  
- **A Provider shall be designated as being in fiscal distress when a Provider fails to:**
  - Obtain and submit a Rate Study
  - Implement Rates in the Rate Study
  - Maintain adequate funds to operate and maintain the Water Provider's system
  
- **A Provider may be designated as being in fiscal distress when a Provider fails to:**
  - Obtain the required Board training
  - File an annual audit
  - Adopt an adequate budget
  - Make appropriate tax/fee payments
  - Make debt payments
  - Maintain compliance with State and Federal Agencies

To download a copy of Act 605 of 2021, Act 545 of 2023, Rules Implementing the Acts, training schedules or other information regarding Retail Water Provider Oversight, please visit our website at [Oversight of Retail Water Providers – Act 605 of 2021 - Arkansas Department of Agriculture](#).

If you feel you are exempt from the requirements of the Acts, you are encouraged to notify us in writing with proof of such exemption.

Should you have questions, please feel free to contact me.

Best,

*Darla Brooks*

Audit Coordinator – Act 605 Compliance