

Wade & Perry, CPAs
A Professional Accounting Corporation
Members: AICPA/ Society of LCPA's

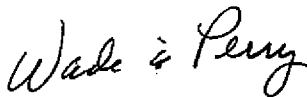
ACCOUNTANTS' COMPILATION REPORT

To Management
Alabama Water System, Inc.
16439 Hwy 151
Arcadia, LA 71001

Management is responsible for the accompanying financial statements of Alabama Water System, Inc. (a not-for-profit), which comprise the balance sheet as of December 31, 2024, and the related statement of income for the year 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. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has omitted substantially all of the disclosures and the statement of cash flows that accounting principles generally accepted in the United States of America require 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.

Act 706 of the Louisiana 2014 Legislative Session requires a schedule of compensation, benefits, and other payments to agency head to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by Louisiana state law which 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. Such information was not audited, reviewed, or compiled by us, and we do not express an opinion or provide any assurance on it.



Ruston, LA

February 6, 2025

Alabama Water System, Inc.
Balance Sheet
As of December 31, 2024

	Dec 31, 24
ASSETS	
Current Assets	
Checking/Savings	
Louisiana National Bank	116,720.00
Total Checking/Savings	116,720.00
Accounts Receivable	
Accounts Receivable	5,785.78
Total Accounts Receivable	5,785.78
Other Current Assets	
Depreciation Fund CD	52,461.35
Edwards Jones M/M Account	40,364.07
Fed Farm Credit Bk Cons 3.33%	12,383.55
Fed Farm Credit Bk Cons 3.79%	7,439.13
Revenue Fund CD # 8	118,942.45
Total Other Current Assets	231,590.55
Total Current Assets	354,096.33
Fixed Assets	
Accumulated Depreciation	-3,361,227.56
Equipment	51,812.65
Land (Woodard)	9,995.00
Office Building	80,664.80
Water System	5,556,894.81
Total Fixed Assets	2,338,139.70
Other Assets	
Utility Deposit	200.00
Total Other Assets	200.00
TOTAL ASSETS	2,692,436.03
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	2,599.25
Total Accounts Payable	2,599.25
Other Current Liabilities	
Customer deposits - Refundable	11,139.19
Federal Withholding	870.00
FICA & Medicare Payable	1,104.04
Louisiana Withholding Payable	268.50
Total Other Current Liabilities	13,381.73
Total Current Liabilities	15,980.98
Long Term Liabilities	
USDA Loan	1,209,749.05
Total Long Term Liabilities	1,209,749.05
Total Liabilities	1,225,730.03
Equity	
Retained Earnings	1,466,348.21
Net Income	357.79
Total Equity	1,466,706.00
TOTAL LIABILITIES & EQUITY	2,692,436.03

See accountant's compilation report.

Alabama Water System, Inc.
Statement of Income
January through December 2024

	<u>Jan - Dec 24</u>
Ordinary Income/Expense	
Income	
Connection Fees	550.00
Interest	
Checking Account Interest	<u>258.83</u>
Total Interest	258.83
LWCC	1,344.74
Meter Fee	2,650.00
Miscellaneous income	500.00
Non Refundable Deposit	1,475.00
Sales of Scrap Generator	2,500.00
Water Revenue	<u>271,269.96</u>
Total Income	280,548.53
Expense	
Advertising	158.00
Bank Service Charges	51.41
Computer Services	1,895.00
Depreciation Expense	90,341.42
Dues and Subscriptions	390.00
Insurance	
Property Insurance	10,286.67
Work Comp	<u>1,843.00</u>
Total Insurance	12,129.67
Interest Expense	
Loan Interest	22,964.01
Interest Expense - Other	<u>38.95</u>
Total Interest Expense	23,002.96
Licenses and Permits	380.00
Mileage Allowance	1,422.90
Miscellaneous	1,566.60
Office Supplies	1,734.83
Payroll Tax Expense	2,728.60
Penalty	229.08
Postage and Delivery	2,829.11
Professional Fees	
Audit expense	4,820.00
Legal Fees	80.00
Professional Fees - Other	<u>22,260.00</u>
Total Professional Fees	27,160.00
Repair & Maintenance	
Mowing	1,620.00
Repair & Maintenance - Other	<u>36,635.35</u>
Total Repair & Maintenance	38,255.35
Safe Drinking Water Program Fee	3,610.95
Salary	33,112.00
Seminar Expense	677.70
Supplies	8,884.04
Taxes	
Sales Tax	<u>241.00</u>
Total Taxes	241.00
Telephone	2,867.90
Utilities	
Gas and Electric	33,175.70
Integra Alert Monitoring	<u>1,554.86</u>

Alabama Water System, Inc.
Statement of Income
January through December 2024

	Jan - Dec 24
Total Utilities	34,730.56
Total Expense	288,399.08
Net Ordinary Income	-7,850.55
Other Income/Expense	
Other Income	
Interest Income	6,353.34
Total Other Income	6,353.34
Other Expense	
Unrealized Gain on Edward Jones	-1,855.00
Total Other Expense	-1,855.00
Net Other Income	8,208.34
Net Income	357.79

Alabama Water System, Inc.
Schedule of Compensation, Benefits and Other Payments
to Agency Head
For the Year Ended December 31, 2024

Schedule 1

Agency Head Name: Mike Towns

Salary	\$0
Medicare	0
Social security	0
Reimbursements	0
Travel - mileage reimbursements	0
Other	3,956