WATER WORKS DISTRICT NO. 5
OF THE PARISH OF ST LANDRY, LOUISIANA
ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2025

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Harold Dupre, CPA - 1931-2019

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Dwight Ledoux, CPA - 1998
Joel Lanclos, Jr., CPA - 2003
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The Board of Commissioners of
Water Works District No. 5
of the Parish of St Landry, Louisiana
Opelousas, Louisiana

Management is responsible for the accompanying financial statements of the business-type activities of Water Works District No. 5, a component unit of the St. Landry Parish Government, as of and for the year ended June 30, 2025, and related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents, 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 assurance on these financial statements.

Management has omitted the management's discussion and analysis information 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 for placing the basic financial statements in an appropriate operational, economic, or historical context.

The supplementary information contained on pages 12 through 14 is presented for purposes of additional analysis and is not a required part of the basic 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.

We are not independent with respect to the Water Works District No. 5.

John S. Dowling & Co.

Opelousas, Louisiana
September 25, 2025

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WATER WORKS DISTRICT NO. 5
OF THE PARISH OF ST LANDRY, LOUISIANA
STATEMENT OF NET POSITION
JUNE 30, 2025

	BUSINESS – TYPE ACTIVITIES PROPRIETARY FUND
ASSETS	
CURRENT ASSETS	
American Bank	
Operating	$ 81,100
Savings	11,773
Accounts receivable	2,939
Prepaid insurance	965
Total current assets	96,777
RESTRICTED ASSETS	
American Bank	
Reserve	23,469
Total restricted assets	23,469
PROPERTY, PLANT, AND EQUIPMENT	
Water system	937,504
Less: Accumulated depreciation	(450,002)
Total property, plant, and equipment	487,502
Total assets	607,748
LIABILITIES AND NET POSITION	
CURRENT LIABILITIES	
Memberships	$ 10,693
Note payable current portion	8,728
Total current liabilities	19,421
LONG-TERM LIABILITIES	
Note payable	247,764
Total long-term liabilities	247,764
Total liabilities	267,185
NET POSITION	
Net investment in capital assets	231,010
Net position - restricted	23,469
Net position - unrestricted	86,084
Total net position	340,563
Total liabilites and net position	607,748

See accountant's compilation report.

WATER WORKS DISTRICT NO. 5
OF THE PARISH OF ST LANDRY, LOUISIANA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2025

	BUSINESS – TYPE ACTIVITIES PROPRIETARY FUND
OPERATING REVENUES	
Charges for Services	
Surcharge income	$ 34,157
Total operating revenues	34,157
OPERATING EXPENSES	
Water utility	
Insurance	3,682
Legal and accounting	2,500
Depreciation	37,500
Board Members	960
Office expense	72
Meals	230
Total operating expenses	44,944
OPERATING LOSS	(10,787)
NON-OPERATING REVENUES (EXPENSES)	
Interest income	67
Interest expense	(7,181)
Total non-operating revenues (expenses)	(7,114)
CHANGE IN NET POSITION	(17,901)
NET POSITION, beginning of year	358,464
NET POSITION, end of year	340,563

See accountant's compilation report.

WATER WORKS DISTRICT NO. 5
OF THE PARISH OF ST LANDRY, LOUISIANA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025

		BUSINESS – TYPE ACTIVITIES PROPRIETARY FUND
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	$	34,071
Cash paid to suppliers		(7,051)
Membership received		150
Net cash provided by operating activities		27,170
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Interest payment on loan		(7,181)
Principal payment on loan		(8,491)
Net cash used by capital and related financing activities		(15,672)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income received		67
Net cash provided by investing activities		67
NET INCREASE IN CASH AND CASH EQUIVALENTS		11,565
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, beginning of year		104,777
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH, end of year		116,342
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	$	(10,787)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Depreciation expense		37,500
(Increase) decrease in accounts receivable		(86)
(Increase) decrease in prepaid insurance		393
Increase (decrease) in memberships		150
Net cash provided by operating activities		27,170

See accountant's compilation report.

NOTE (1) -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of Water Works District No. 5 have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units, hereinafter referred to as GAAP (generally accepted accounting principles). The accepted standard-setting body for establishing governmental accounting and financial reporting principles is GASB (the Governmental Accounting Standards Board).

The following is a summary of certain significant accounting policies and practices of Water Works District No. 5.

A. NATURE OF ACTIVITIES

Water Works District No. 5 was created on March 10, 2010, at a St. Landry Parish council meeting. The District is governed by a five member Board of Directors.

Water Works District No. 5 exists to provide the residents of the District high quality drinking water. The source of the drinking water will be from the existing Town of Krotz Springs water plant. Users will be billed by the Town of Krotz Springs at a flat fee in addition to their water consumption and, in turn, the Town of Krotz Springs will remit the flat fee to the District per user every billing cycle.

B. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the Statement of Net Position, business-type activities are presented using the economic resources measurement focus.

The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

Basis of Accounting

In the Statement of Net Position, business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Purchases of operating supplies are regarded as expenditures at the time purchased and inventories of such supplies (if any) are not recorded as assets at the close of the fiscal year unless material.

Operating income reported in proprietary fund financial statements includes revenues and expenses related to the continuing operations of the fund. Principle operating revenues for proprietary funds are charges to customers for sales or services. Principle operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as nonoperating in the financial statements.

NOTE (1) - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

C. CASH AND INVESTMENTS

The District defines cash and cash equivalents as all short term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments which, at the day of purchase, have a maturity date no longer than three months qualify under this definition.

For the purpose of the statement of cash flows, "cash and cash equivalents" include all demand deposit accounts. Interest-bearing demand deposits account and time deposits accounts with an original maturity of three months or less.

Investments are recorded at cost, which approximates market. Water Works District No. 5 did not have any investments as of June 30, 2025.

D. ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates. Depreciation is considered an estimate.

E. CAPITAL ASSETS

Capital assets (including infrastructure assets), which constitute assets of the Proprietary Fund, are recorded at cost and depreciation is computed under the straight-line method. The service lives by type of asset are as follows:

Water system 25 years

Interest costs during construction are not capitalized.

F. BUDGET ACCOUNTING

Formal budgetary integration is not employed as a management control device for Water Works District No. 5.

G. ENCUMBRANCES

Water Works District No. 5 does not employ the encumbrance system of accounting.

H. BAD DEBTS

Water Works District No. 5 recognizes uncollectible surcharges at the time information becomes available which would indicate the collectability of the receivable.

I. RETIREMENT

Water Works District No. 5 maintains no retirement system.

J. COMPENSATED ABSENCES

No accrual has been made for vacation or sick pay due to there being no employees at Water Works District No. 5 as of June 30, 2025.

NOTE (1) -SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

K. DEFICITS IN INDIVIDUAL FUNDS

Water Works District No. 5 did not have a deficit net position as of June 30, 2025.

L. EQUITY CLASSIFICATIONS

Equity is classified as net position and displayed in three components:

1. Net investment in capital assets – Consist of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributed to the acquisition, construction, or improvements of those assets.

2. Restricted net position – Consist of net position with constraints placed on the use either by (1) external groups, such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.

3. Unrestricted net position – All other net position that do not meet the definition of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the Water District's policy to use restricted resources first, then unrestricted as they are needed.

M. ACCOUNTS RECEIVABLE

Water Works District No. 5 collects surcharge income billed to customers on the District's water system. The Town of Krotz Springs provides the water and prepares, submits, and collects all water bills then submits surcharge income to Water Works District No. 5 monthly. Accounts receivable at June 30, 2025, was $2,939.

NOTE (2) - CASH AND INVESTMENTS

Cash includes amounts in demand deposits and interest-bearing demand deposits. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the District's deposits may not be recovered or will not be able to recover the collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. Under state law, these deposits, (or the resulting balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank.

The District does not have a policy for custodial credit risk.

At June 30, 2025, the bank balance and carrying amount of cash at American Bank was $116,342 and $116,342. At June 30, 2025, all of the bank balance was covered by the FDIC. At June 30, 2025, cash and cash equivalents and restricted cash consisted of the following:

NOTE (2) - CASH AND INVESTMENTS - Continued

	06/30/2025
Operating account	$ 81,100
Savings account	11,773
Reserve account	23,469
Total	116,342

NOTE (3) - PROPERTY, PLANT, AND EQUIPMENT

Capital asset activity for the year ended June 30, 2025, was as follows:

	Beginning Balance	Increase	Decrease	Ending Balance
Business-type activities:				
Water system	$ 937,504	$ -	$ -	$ 937,504
Total capital assets	937,504	-	-	937,504
Less: accumulated depreciation:				
Water system	(412,502)	(37,500)	-	(450,002)
Total accumulated depreciation	(412,502)	(37,500)	-	(450,002)
Total capital assets, net	525,002	(37,500)	-	487,502

Depreciation expense for the year ended June 30, 2025, was $37,500.

NOTE (4) - LONG-TERM OBLIGATIONS

On September 12, 2011, Water Works District No. 5 was approved for a loan from the U.S. Department of Agriculture Rural Development in the amount of $374,000 to fund the construction of the water system. The loan bears interest at 2.75% and will be repaid in monthly installments of $1,306 over a period of 40 years.

As part of the Rural Development Loan, Water Works District No. 5 is required to establish an emergency fund for maintenance and repairs and debt repayment should the need arise. The debt service reserve requires monthly deposits equal to 10% of the monthly installments of the loan until the account accumulates one annual installment. As of June 30, 2025, the balance in the reserve account was $23,469.

Description of Debt	Balance 07/01/2024	Additions	Reductions	Balance 06/30/2025
USDA Loan	$ 264,983	$ -	$ 8,491	$ 256,492
	264,983	-	8,491	256,492

NOTE (4) – LONG-TERM OBLIGATIONS - Continued

The annual requirements to amortize the note payable are as follows:

Years Ended June 30,	Interest	Principal	Total
2026	$ 6,944	$ 8,728	$ 15,672
2027	6,701	8,971	15,672
2028	6,451	9,221	15,672
2029	6,194	9,478	15,672
2030	5,930	9,742	15,672
2031-2035	25,428	52,932	78,360
2036-2040	17,636	60,724	78,360
2041-2045	8,696	69,664	78,360
2046-2047	694	27,032	27,726
Total	84,674	256,492	341,166

NOTE (5) - SUBSEQUENT EVENTS

Subsequent events were evaluated through September 25, 2025, which is the date the financial statements were available to be issued. As of September 25, 2025, there were no subsequent events noted.

NOTE (6) - OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Water Works District No. 5 does not provide any post-employment benefits to retirees and therefore is not required to report under GASB Statement No. 75, Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions.

WATER WORKS DISTRICT NO. 5
OF THE PARISH OF ST LANDRY, LOUISIANA
SCHEDULE OF PRIOR AND CURRENT YEAR FINDINGS
JUNE 30, 2025

I. PRIOR YEAR FINDINGS:

None

II. CURRENT YEAR FINDINGS:

None

OTHER SUPPLEMENTARY SCHEDULES

WATER WORKS DISTRICT NO. 5
OF THE PARISH OF ST LANDRY, LOUISIANA
SCHEDULE OF INSURANCE IN FORCE
FOR THE YEAR ENDED JUNE 30, 2025

Insurer	Coverage	Coverage Limits	Policy Period From	Policy Period To
Tokio Marine Specialty Insurance Company	Employee dishonesty	$ 25,000	10/15/2024	10/15/2025
	Forgery or alteration	25,000		
	Theft, inside premises	10,000		
	Theft, outside premises	10,000		
	Computer fraud	10,000		
	Bodily injury and property damage	1,000,000		
	Personal injury	1,000,000		
	Professional liability	1,000,000		
	Wrongful acts	1,000,000		
	Damage to rented premises	100,000		
	Medical payments	10,000		

See accountant's compilation report.

WATER WORKS DISTRICT NO. 5
OF THE PARISH OF ST LANDRY, LOUISIANA
SCHEDULE OF DIRECTOR'S AND OFFICER'S COMPENSATION
FOR THE YEAR ENDED JUNE 30, 2025

Name	Title	Per Diem
Howard Wiltz	President	$ 320
Janie Neely	Vice-President	320
Bert Williams	Board Member	320
Vickie Fontenot	Secretary	-
Emile Bourgoyne	Board Member	-
		960

See accountant's compilation report.

WATER WORKS DISTRICT NO. 5
OF THE PARISH OF ST LANDRY, LOUISIANA
SCHEDULE OF COMPENSATION, BENEFITS AND OTHER
PAYMENTS TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER
FOR THE YEAR ENDED JUNE 30, 2025

Agency Head Name: Howard Wiltz, President

Purpose	Amount
Salary	$0
Benefits-insurance	0
Benefits-retirement	0
Benefits	0
Car allowance	0
Vehicle provided by government	0
Per diem	320
Reimbursements	0
Travel	0
Registration fees	0
Conference travel	0
Continuing professional education fees	0
Housing	0
Unvouchered expenses*	0
Special meals	0
	0

See accountant's compilation report.