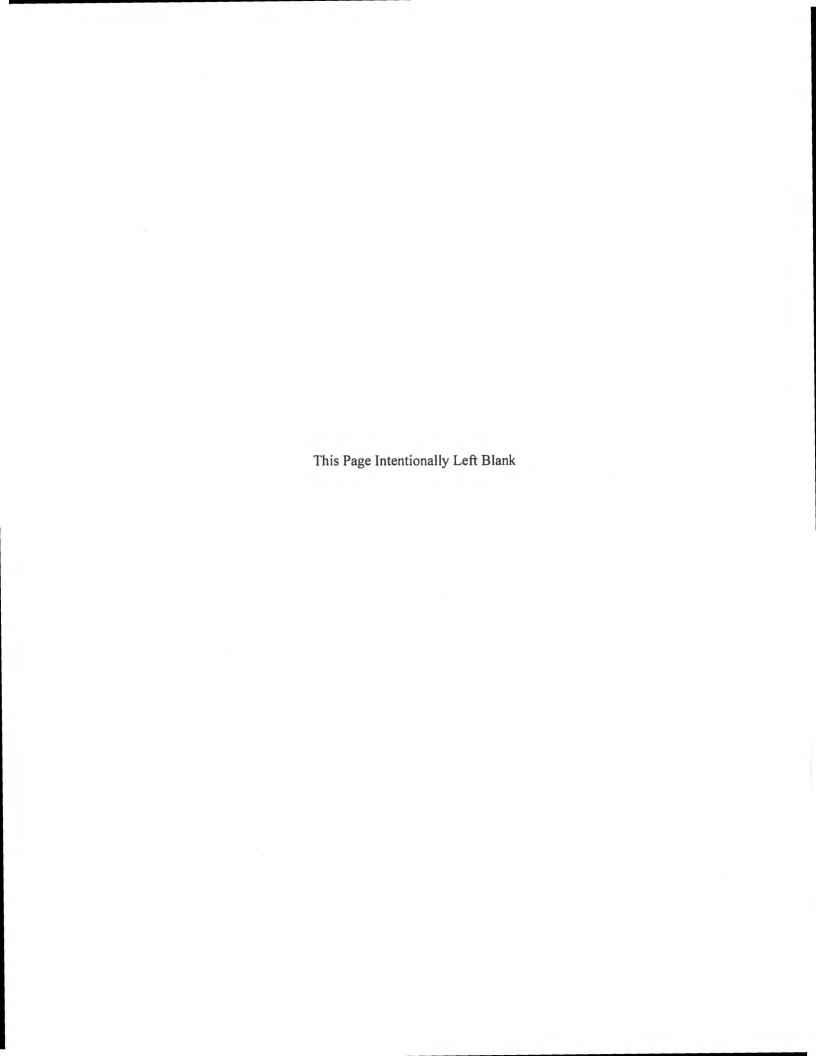
# Waterworks District No. 2 of St. Helena Parish Parish of St. Helena Greensburg, Louisiana **Annual Financial Statements**

As of and for the Years Ended December 31, 2024 and 2023 with Supplemental Information Schedules

ANTHONY B. BAGLIO, CPA
A Professional Accounting Corporation

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# ANTHONY B. BAGLIO, CPA

PRESIDENT

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### A PROFESSIONAL ACCOUNTING CORPORATION

# **INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners Waterworks District No. 2 of St. Helena Parish Greensburg, Louisiana

#### Report on the Audit of the Financial Statements

# **Opinions**

I have audited the accompanying financial statements of the business-type activities of Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana, a component unit of the St. Helena Parish Police Jury, as of and for the years ended December 31, 2024 and 2023 and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities of the Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana as of December 31, 2024 and December 31, 2023 and the respective changes in financial position, and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

# Basis for Opinions

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am required to be independent of Waterworks District No. 2 of St. Helena Parish and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

## Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Waterworks District No. 2 of St. Helena Parish Greensburg, Louisiana

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

# Auditor's Responsibility for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore there is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and Government Auditing Standards, I:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit
  procedures that are appropriate in the circumstances, but not for the purpose of expressing an
  opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is
  expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

Waterworks District No. 2 of St. Helena Parish Greensburg, Louisiana 70441

# Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 6 - 13 and 38 and 39 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

# Supplementary Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana's basic financial statements. The supplemental information schedules on pages 40 - 44 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and is derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the supplementary information schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

# Other Reporting Required by Government Auditing Standards

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In accordance with Government Auditing Standards, I have also issued my report dated June 20, 2025, on my consideration of the Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana's internal control over financial reporting on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana's internal control over financial reporting and compliance.

Respectfully submitted,

Anthony B. Baglio, CPA

A Professional Accounting Corporation

Hammond, Louisiana

June 20, 2025

# REQUIRED SUPPLEMENTARY INFORMATION MANAGEMENT'S DISCUSSION AND ANALYSIS

MANAGEMENT'S DISCUSSION AND ANALYSIS DECEMBER 31, 2024 AND 2023

#### Introduction

The Waterworks District No. 2 of St. Helena Parish (the District) is pleased to present its Annual Financial Statements developed in compliance with Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - Management's Discussion and Analysis - For State and Local Governments (GASB 34), as amended, and with current standards as more fully described in Note 1 - Summary of Significant Accounting Policies.

The Management's Discussion and Analysis (MD&A) for the District is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the District's financial activity, (c) identify changes in the District's financial position, (d) identify any significant variations from the District's financial plan, and (e) identify individual fund issues or concerns.

Since Management's Discussion and Analysis (MD&A) is designed to focus on the current year's activities, resulting changes, and currently known facts, please read it in conjunction with the District's financial statements in this report.

# Financial Highlights

- At December 31, 2024, total assets were \$10,096,739, and exceeded liabilities in the amount of \$4,988,852 (i.e., net position) as compared to total assets of \$10,458,439 and net position of \$5,324,313 at December 31, 2023. Of the total 2024 net position, \$202,733was unrestricted and available to support short-term operations as compared to \$377,743 for 2023; \$1,097,356 was restricted primarily for debt service and \$3,688,763 as the net investment in capital assets compared to \$1,037,667 restricted primarily for debt service and \$3,908,903 as the net investment in capital assets for 2023.
- For the year ended December 31, 2024, the District's Net Position decreased \$335,461 as compared to a decrease of \$223,742 in the prior year.
- For the year ended December 31, 2024, revenue increased \$17,785 with an operating revenue increase of \$21,109 partially offset by a decrease in nonoperating revenue of \$3,324 compared to an overall decrease in revenue in the prior year of \$34,149. Water sales decreased by \$11,442 to \$985,821 as compared to a \$10,578 increase to \$997,263 for the fiscal year ending December 31, 2023. Nonoperating revenue decreased \$3,324 for the year ending December 31, 2024 and \$52,298 for the year ending December 31, 2023. The decrease for the year ending December 31, 2023 primarily related to a grant received in 2022 related to Hurricane Ida.
- The District's operating expenses, other than depreciation expense, increased by \$132,161 to \$1,070,139 as compared to an increase of \$11,364 to \$937,978 for the prior fiscal year.
- Total bonds payable decreased \$123,527 at December 31, 2024 and \$119,283 for the prior fiscal year, due to principal payments on long-term debt.

# Overview of the Annual Financial Report

Management's Discussion and Analysis (MD&A) serves as an introduction to the basic financial statements and supplementary information. The MD&A presents an overview of management's examination and analysis of Waterworks District No. 2 of St. Helena Parish's financial condition and performance.

The financial statements report information on the District using full accrual accounting methods similar to those used in the private business sector. Financial statements include the Statement of Net Position; Statement of Revenues, Expenses, and Changes in Net Position; and the Statement of Cash Flows.

The Statement of Net Position provides information about the nature and amount of the District's resources and obligations at year-end, and provides a basis for evaluating the capital structure of the District and assessing the liquidity and financial flexibility of the District.

The Statement of Revenues, Expenses, and Changes in Net Position accounts for the revenues and expenses for the fiscal year, and provides information on how net position changed during the year. This statement measures the success of the District's operations in a format that can be used to determine if the District has recovered its costs through user fees and other charges.

The Statement of Cash Flows reports cash receipts, cash payments, and net changes in cash resulting from operations, investing, and financing activities, and provides information on the source of cash receipts, what the cash was used for, and the total change in cash for the reporting period.

The notes to the financial statements provide required disclosures essential to an understanding of the financial statements. The notes present information about the District's accounting policies, significant account balances and activities, commitments, contingencies, and subsequent events, if any. Supplementary information includes a comparative budget schedule and key information schedules on operation of the District.

# Financial Analysis

The purpose of financial analysis is to help determine whether Waterworks District No. 2 of St. Helena Parish is better off as a result of the current year's activities. In this analysis, data from two of the basic financial statements, the Statement of Net Position, and the Statement of Revenues, Expenses, and Changes in Net Position, are presented below in condensed format. These statements report the net position, the difference between assets and liabilities, and the change in net position, which provides information for indicating the financial condition of the District. Following these statements is a separate schedule summarizing and analyzing budget changes for the current fiscal year.

# Condensed Statements of Net Position 2024 and 2023

		2024	2023	Dollar Change	Percentage Change
Assets:	-				
Current and Other Assets	\$	1,699,683 \$	1,717,716 \$	(18,033)	-1.05%
Capital Assets		8,397,056	8,740,723	(343,667)	-3.93%
Total Assets	_	10,096,739	10,458,439	(361,700)	-3.46%
Liabilities:					
Long-Term Debt Outstanding		4,708,293	4,831,820	(123,527)	-2.56%
Other Liabilities		399,594	302,306	97,288	32.18%
Total Liabilities		5,107,887	5,134,126	(26,239)	-0.51%
Net Position:					
Net Investment in Capital Assets		3,688,763	3,908,903	(220,140)	-5.63%
Restricted for Capital Projects and Debt		1,097,356	1,037,667	59,689	5.75%
Unrestricted	_	202,733	377,743	(175,010)	-46.33%
Total Net Position	\$_	4,988,852 \$	5,324,313 \$	(335,461)	-6.30%

<sup>&</sup>quot;Current and Other Assets" decreased \$18,033 compared to an increase of \$5,214 in the prior year. The major component of change for Current and Other Assets in the prior year was an increase of \$49,047 in total cash and cash equivalents offset by decreases in accounts receivable of \$24,965 and accrued billings of \$20,669 as compared to a decrease of \$53,400 in total cash and cash equivalents partially offset by increases in accounts receivable of \$13,236, accrued billings of \$8,268, and inventory of \$12,037 in the current year.

"Capital Assets" decreased \$343,667 for the fiscal year ending December 31, 2024 primarily related to depreciation expense for the year of \$383,705 compared to a decrease of \$335,118 in the prior year primarily related to depreciation of \$382,050. These expenses were partially offset by the District's purchased capital asset additions of \$40,038 that included \$36,568 in construction in progress, \$690 in equipment and \$2,780 in vehicles compared to prior year additions of \$46,932 that included \$15,440 in construction in progress, \$22,860 in equipment and \$8,632 in furniture and fixtures.

Total liabilities decreased by \$26,239 in the current year and \$106,162 in the prior year, primarily related to principal payments on long-term debt partially offset by increases in other liabilities.

# Condensed Statements of Revenues, Expenses and Changes in Net Position 2024 and 2023

		2024	2023		Dollar Change	Percentage Change
Revenues:						
Operating Revenues	\$	1,172,906	1,151,79	97 \$	21,109	1.83%
Nonoperating Revenues		91,589	94,9	13_	(3,324)	-3.50%
Total Revenues	_	1,264,495	1,246,7	10	17,785	1.43%
Expenses:						
Depreciation Expense		383,705	382,0	50	1,655	0.43%
Other Operating Expense		1,070,139	937,9	78	132,161	14.09%
Nonoperating Expense		146,112	150,42	24	(4,312)	-2.87%
Total Expenses		1,599,956	1,470,4	52	129,504	8.81%
Income (Loss) Before Contributions	_	(335,461)	(223,74	12)	(111,719)	-49.93%
Changes in Net Position		(335,461)	(223,74	42)	(111,719)	49.93%
Beginning Net Position		5,324,313	5,548,0	55	(223,742)	-4.03%
Ending Net Position	\$_	4,988,852	5,324,3	13 \$	(335,461)	-6.30%

While the Statement of Net Position shows the change in financial position of net position, the Statement of Revenues, Expenses, and Changes in Net Position provides answers to the nature and scope of these changes. The above table gives an indication of how Waterworks District No. 2 of St. Helena Parish is being conservatively managed.

Total "Operating Revenues" increased by \$21,109 compared to an increase of \$18,149 in the prior year. "Non-Operating Revenues" decreased \$3,324 compared to a decrease of \$52,298 in the prior year. Water sales decreased by \$11,442 to \$985,821 as compared to a \$10,578 increase to \$997,263 for the fiscal year ending December 31, 2023. "Non-Operating Revenues" decreased for the year ending December 31, 2023 primarily related to a grant received in 2022 related to Hurricane Ida.

"Other Operating Expenses" increased by \$132,161 to \$1,070,139 as compared to an increase of \$11,364 to \$937,978 for the prior fiscal year. Current year increases primarily relates to an increase in salaries and wages of \$101,047. Increases in various other operating expenses were partially offset by decreases in various operating expenses in the current fiscal year. In the prior year, increases in various other operating expenses were partially offset by decreases in various operating expenses

Total Net Position (total assets less total liabilities) decreased by \$335,461 for the fiscal year ending December 31, 2024 and decreased \$223,742 for the fiscal year ending December 31, 2023 as a result of the activity outlined above.

# **Budgetary Highlights**

Waterworks District No. 2 of St. Helena Parish adopts an annual operating budget in accordance with requirements of the United States Department of Agriculture, Rural Utilities Service. This budget provides an estimate for the current fiscal year of the proposed expenditures and the revenues that will finance the operations of the District. The operating budget is adopted before the end of the prior fiscal year, and is amended by the Board of Commissioners after review of monthly budget-to-actual financial reports. A summary of the approved budget is presented below in condensed format summarizing major revenue and expenditure categories, and is followed by analysis of significant variations between budget and actual amounts. Although not presented as a part of the basic financial statements, a more detailed schedule is also presented in "Schedule 1 - Budgetary Comparison Schedule", as supplementary information, following the notes to the financial statements.

Budget vs. Actual - Fiscal Year ended December 31, 2024

Revenues:	Budget Year ended December 31 2024		Actual Year ended December 31, 2024	Favorable (Unfavorable) Variance
Operating Revenues	\$	1,164,500 \$	1,172,906	\$ 8,406
Nonoperating Revenues	4	89,900	91,589	1,689
Total Revenues	_	1,254,400	1,264,495	10,095
Expenses:				
Depreciation Expense		414,000	383,705	30,295
Other Operating Expense		1,065,454	1,070,139	(4,685)
Nonoperating Expense		152,000	146,112	5,888
Total Expenses		1,631,454	1,599,956	31,498
Change in Net Position	\$	(377,054) \$	(335,461)	\$ 41,593

Actual revenues were 1% lower than budgeted revenue compared to prior year which were 4% lower than budgeted revenue. Actual Expenses were 2% higher than budgeted amounts for the year compared to prior year which were 3% percent lower than budgeted amounts for the year.

# Other Significant Trends and Account Changes

Included within this section is first a listing and analysis of general trends and operating data affecting the operation of the District. This is followed by an analysis of any significant account changes, not included within other sections of the Management's Discussion and Analysis.

# **General Operating Data**

The District had the following number of customers:

			Increase
	2024	2023	(Decrease)
Customers			
Residential	2,897	2,853	44
Commercial and Dairy	77	69	8
Total Customers	2,974	2,922	52
Number of customers having a meter size larger than the residential size (3/4")			59

One key measure of the District's profitability, and the ability to generate positive cash flows, is the ability of the water system to collect accounts receivable on a timely basis. Presented below is an aged receivable listing for the fiscal years ending December 31, 2024 and 2023.

		2024		2023	Increase (Decrease)
Accounts Receivable	_				
Current	\$	61,563	\$	61,370	\$ 193
31-60 Days Past Due		25,415		22,377	3,038
61-90 Days Past Due		5,404		6,659	(1,255)
Over 90 Days Past Due	_	(5,794)	_	(17,054)	11,260
Subtotal		86,588		73,352	13,236
Allowance for Uncollectible Accounts	0 00	(2,112)		(2,112)	-
Net Accounts Receivable	\$_	84,476	\$_	71,240	\$ 13,236

# Capital Assets and Debt Administration

## Capital Assets

At the end of the fiscal year ending December 31, 2024, Waterworks District No. 2 of St. Helena Parish had \$8,397,056 (net of accumulated depreciation) recorded in capital assets compared to \$8,740,723 at the end of the fiscal year ending December 31, 2023. This includes water systems and improvements, investments in an office building, land, vehicles and maintenance equipment used to operate the water system. The changes in capital assets are presented in the table below.

	2024	2023	Increase (Decrease)	Percentage Change
Capital Assets				
Land \$	57,231	\$ 57,231	\$ -	0%
Building & Improvements	281,344	281,344	-	0%
Equipment	211,060	210,370	690	0%
Furniture and Fixtures	81,624	81,624	-	0%
Vehicles	200,834	198,054	2,780	1%
Utility System	14,316,848	14,316,848	-	0%
Construction in Progress	213,400	176,832	36,568	21%
	15,362,341	15,322,303	40,038	0%
Less: Accumulated Depreciation	(6,965,285)	(6,581,580)	(383,705)	-6%
Net Capital Assets \$	8,397,056	\$ 8,740,723	\$ (343,667)	-4%

"Capital Assets" decreased by \$343,667 for the fiscal year ending December 31, 2024 as compared to a decrease of \$335,118 for the year ending December 31, 2023. The decreases were primarily related to depreciation expense for the current year of \$383,705 and \$382,050 for the prior year. These expenses were partially offset by the District's purchased capital asset additions of \$40,038 that included \$36,568 in construction in progress, \$690 in equipment and \$2,780 in vehicles compared to prior year additions of \$46,932 that included \$15,440 in construction in progress, \$22,860 in equipment and \$8,632 in furniture and fixtures.

The current year increase in construction in progress costs relates to CWEF projects. The total CWEF costs were for engineering, planning, and construction costs paid directly by the District. The accepted projects will be donated by the St. Helena Parish Police Jury to the District for continued maintenance.

# Long-Term Obligations

The primary source of long-term financing for Waterworks District No. 2 of St. Helena Parish is revenue bonds financed by the United States Department of Agriculture, Rural Utilities Service (RUS). Interest rates for long-term debt financed through RUS at December 31, 2024 and December 31, 2023, range from 2.25% to 6.375%, with initial payment terms for bonds generally at 40 years.

Bonds financed for Waterworks District No. 2 of St. Helena Parish do not generally require a specific debt to net income or net cash flow ratio, but bond restrictions do state that the District must set its water rates at a level necessary to fund debt service requirements and to pay for the normal operating expenses of the District. One measure of the operating performance of the District is the Debt to Net Position ratio. This measure, viewed over time, yields a comparison of how the District has maintained a workable ratio of total debt to net resources of the District. An increase over an extended period of time would indicate that the District is increasing debt in relation to its operating performance, and management should analyze other factors, such as overall profitability, to ensure that total debt is increased only in relation to the income that will be earned by financed expansions. As indicated, the ratio is only a measure of performance and should be reviewed over an extended period of time in combination with other factors that indicate the profitability of the District.

	2024	 2023
Total Long-Term Debt	\$ 4,708,293	\$ 4,831,820
Long-Term	4,580,357	4,708,298
Revenue Bond - Current	127,936	123,522
Total Net Position	\$ 4,988,852	\$ 5,324,313
Total Long-Term Debt to Net Position Ratio	0.94	0.91

#### **Future Economic Plans**

The Waterworks District No. 2 of St. Helena Parish's management approach is conservative but is oriented towards meeting the long-range needs of the District. The Board actively monitors revenues and expenses and evaluates the costs of proposed expansion projects. The board's emphasis is on managing operating costs and generating the level of revenues that provides for the most efficient operation of the District.

# Requests for Information

The financial report is designed to provide an overview of Waterworks District No. 2 of St. Helena Parish's finances and demonstrate the District's accountability. If you have questions regarding this report or need additional information, contact the District at Post Office Box 658, Greensburg, LA 70441. The phone number for the District is (985) 748-4657.

# BASIC FINANCIAL STATEMENTS BUSINESS-TYPE FINANCIAL STATEMENTS

# STATEMENT OF NET POSITION

# AS OF DECEMBER 31, 2024 AND 2023

Assets		2024		2023
Current Assets:				
Cash and Cash Equivalents	\$	222,546	\$	338,296
Receivables, Net:	J.	222,340	Ф	336,290
Accounts		84,476		71,240
Accrued Billings		61,310		53,042
Other		16		55,042
Inventory		80,589		68,552
Prepaid Insurance		10,092		8,282
Total Current Assets	_	459,029	_	539,412
Noncurrent Assets:		,	_	207,1.12
Restricted Assets:				
Restricted Cash and Cash Equivalents		1,240,654		1,178,304
Total Restricted Assets	-	1,240,654	_	1,178,304
Property, Plant, and Equipment:	_	1,210,001	_	1,170,501
Land		57,231		57,231
Construction in Progress		213,400		176,832
Property, Plant and Equipment, Net		8,126,425		8,506,660
Total Property, Plant, and Equipment		8,397,056	_	8,740,723
Total Noncurrent Assets		9,637,710	_	9,919,027
Total Assets	_	10,096,739		10,458,439
Liabilities				
Current Liabilities (Payable from Current Assets):				
Accounts Payable		53,982		64,549
Compensated Absences Payable		14,702		69,081
Other Accrued Payables		22,508		28,039
Payable to Fund Customer Deposits		84,454		-
Total Current Liabilities (Payable from Current Assets)		175,646	_	161,669
Current Liabilities (Payable from Restricted Assets):	-			
Customer Deposits		129,625		125,625
Current Revenue Bonds Payable		127,936		123,522
Accrued Interest - RUS Bonds		13,673		15,012
Total Current Liabilities (Payable from Restricted Assets)		271,234		264,159
Long-Term Liabilities:				
Bonds Payable		4,580,357		4,708,298
Compensated Absences Payable		80,650		-
Total Long-Term Liabilities		4,661,007	_	4,708,298
Total Liabilities		5,107,887	_	5,134,126
Net Position				
Net Investment in Capital Assets		3,688,763		3,908,903
Restricted for Debt Service		1,097,356		1,037,667
Unrestricted		202,733		377,743

The accompanying notes are an integral part of this statement.

# STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

# FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	 2024		2023
Operating Revenues			
Water Sales	\$ 985,821	\$	997,263
Service and Connection Fees	116,980		83,575
Penalties	34,834		36,206
Other Revenues	 35,271	. 1 <u></u>	34,753
Total Operating Revenues	1,172,906		1,151,797
Operating Expenses			
Advertising	258		260
Bad Debts	9,568		12,501
Postage	15,432		14,288
Chemicals/Chlorination	33,990		37,562
Deferred Compensation Expense	23,632		20,170
Depreciation	383,705		382,050
Directors' Expense	4,980		4,740
Educational Expense	735		985
Employee Insurance	32,026		15,932
Fuel	2,666		49
Insurance	78,458		62,574
Meter Installations	42,750		23,037
Other	36,144		38,130
Payroll Taxes	33,753		28,467
Professional Fees:			
Accounting	20,300		17,975
Auditing	12,500		12,500
Legal Fees	158		383
Engineering Fees	642		5,778
Repairs and Maintenance	60,888		97,301
Salaries and Wages	462,499		361,452
Software - Maintenance Costs	2,520		2,250
Supplies - Office	7,036		6,597
Supplies - Water System	51,507		37,912
Telephone	12,818		11,044
Travel	-		199
Utilities	90,749		90,132
Vehicle Expenses	34,130		35,760
Total Operating Expenses	,453,844	-	1,320,028
Operating Loss	(280,938)		(168,231)
		_	

(CONTINUED)

# STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION (CONTINUED)

# FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	_	2024		2023
Nonoperating Revenues (Expenses)				
Gain (Loss) on Sale of Assets		-		3,806
Interest Income		74,302		78,598
Interest Expense		(146,112)		(150,424)
Bad Debt Recovery		4,154		3,863
Other Expanse	_	13,133	_	8,646
Total Nonoperating Revenues (Expenses)	_	(54,523)	_	(55,511)
Loss Before Contributions	_	(335,461)	_	(223,742)
Change in Net Position		(335,461)		(223,742)
Total Net Position, Beginning	_	5,324,313	_	5,548,055
Total Net Position, Ending	\$ _	4,988,852	\$_	5,324,313

The accompanying notes are an integral part of this statement.

# STATEMENT OF CASH FLOWS

# FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

		2024			2023
Cash Flows From Operating Activities:			•		
Received from Customers	\$	1,125,699	\$	3	1,175,179
Received for Meter Deposit Fees		4,000			4,285
Other Receipts		35,255			38,017
Payments for Operations		(470,649)			(539,588)
Payments to Employees	_	(528,278)			(405,851)
Net Cash Provided by Operating Activities	_	166,027			272,042
Cash Flows From Noncapital Financing Activities:					
Recovery of Bad Debts		4,154			3,863
Other Receipts	_	13,133			8,646
Net Cash Provided by Noncapital Financing Activities	_	17,287	,		12,509
Cash Flows From Capital and Related Financing Activities:					
Proceeds from Sale of Capital Acquisitions		•			3,806
(Payments for) Capital Acquisitions		(40,038)			(46,932)
Principal Proceeds from (Repayments for) Long-Term Debt		(123,527)			(119,283)
Interest Payments for Long-Term Debt	_	(147,451)			(151,693)
Net Cash Used in Capital and Related Financing Activities		(311,016)			(314,102)
Cash Flows From Investing Activities:					
Receipt of Interest	_	74,302			78,598
Net Cash Provided by Investing Activities	_	74,302		-	78,598
Net Cash Increase (Decrease) in Cash and Cash Equivalents		(53,400)			49,047
Cash and Cash Equivalents, Beginning of Year	_	1,516,600			1,467,553
Cash and Cash Equivalents, End of Year	\$_	1,463,200	\$	~~~~	1,516,600
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position:					
Cash and Cash Equivalents, Unrestricted	\$	222,546	\$		338,296
Cash and Cash Equivalents, Restricted	_	1,240,654			1,178,304
Total Cash and Cash Equivalents	\$_	1,463,200	\$		1,516,600

(CONTINUED)

# STATEMENT OF CASH FLOWS (CONTINUED)

# FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	_	2024		2023
Reconciliation of Operating Loss to Net Cash Provided by				
Operating Activities:				
Operating Loss	\$	(280,938)	\$	(168,231)
Adjustments to Reconcile Operating Loss to				
Net Cash Provided by Operating Activities:				
Depreciation		383,705		382,050
(Increase) Decrease in Accounts Receivable		(21,504)		45,634
(Increase) Decrease in Other Receivable		(16)		3,264
(Increase) Decrease in Inventory		(12,037)		(4,447)
(Increase) Decrease in Prepaid Insurance		(1,810)		(618)
Increase (Decrease) in Accounts Payable		(10,567)		11,861
Increase (Decrease) in Compensated Absences		26,271		2,547
Increase (Decrease) in Accrued Expenses		(5,531)		(4,303)
Increase (Decrease) in Payable to Fund Customer Deposits		84,454		-
Increase (Decrease) in Customer Deposits	_	4,000	_	4,285
Net Cash Provided by Operating Activities	\$_	166,027	\$	272,042

# WATERWORKS DISTRICT NO. 2 OF ST. HELENA PARISH NOTES TO THE FINANCIAL STATEMENTS DECEMBER 31, 2024 AND 2023

#### Introduction

Waterworks District No. 2 of St. Helena Parish was established July 1983, by an ordinance of the St. Helena Parish Police Jury, Greensburg, Louisiana. The ordinance enacted pursuant to Louisiana Revised Statutes 33:3813, describes and defines the boundaries of the water district, and provides for a five-member governing board of commissioners appointed by the St. Helena Parish Police Jury. The District currently serves 2,974 customers as of December 31, 2024, and operates in an area extending from Livingston Parish on the southern boundary and extending northward through Ward 5, Ward 3 north of Montpelier (bounded on the south by Ward 4), north to most of Ward 2, and parts of Ward 1 and 6. Waterworks District No. 2 of St. Helena Parish was thus created and constitutes a public corporation and political subdivision of the State of Louisiana, and has all the power and privileges granted by the Constitution and statutes of this state to such subdivision, including the authority to incur debt, to issue bonds, and to levy taxes and assessments.

Governmental Accounting Standards Board (GASB) Statement No. 14, as amended, establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the Waterworks District No. 2 of St. Helena Parish is considered a component unit of the St. Helena Parish Police Jury. As a component unit, the accompanying financial statements are to be included within the reporting of the primary government, either blended within those financial statements, or separately reported as a discrete component unit. Under provisions of this statement, there are no component units of the District.

# 1. Summary of Significant Accounting Policies

# A. Measurement Focus and Basis of Accounting and Financial Statement Presentation

These financial statements have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District's financial statements are prepared on the full accrual basis in accordance with accounting principles generally accepted in the United States of America. The District applies all GASB pronouncements including, but not limited to those described in the following paragraphs.

These financial statements are presented in accordance with GASB Statement No. 34, Basic Financial Statements, Management's Discussion and Analysis, for State and Local Governments, as amended. Statement No. 34, as amended, establishes standards for financial reporting, with presentation requirements including a statement of net position, a statement of activities, and a statement of cash flows. The definition and composition of these statements, as originally defined in GASB Statement No. 34, are amended by GASB Statements, some of which are included in the following paragraphs. The District has also adopted the provisions of GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions that require capital contributions to the District to be presented as a change in net position.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position, effective for financial statement periods ending after December 15, 2012, provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. Concepts Statement No. 4, Elements of Financial Statements, introduced and defined Deferred Outflows of Resources as a consumption of net assets by the government that is applicable to a future reporting period, and Deferred Inflows of Resources as an acquisition of net assets by the government that is applicable to a future reporting period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. GASB Concepts Statement 4 identifies net position as the residual of all other elements presented in a statement of financial position. This Statement amends the net asset reporting requirements in Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis—for State and Local Governments, and other pronouncements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as net position, rather than net assets. The definition and reporting of net position is further described in *Note* 1J – *Net Position*.

The District has also adopted GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

The District did not have any deferred outflows or deferred inflows of resources at December 31, 2024 or December 31, 2023.

All activities of the District are accounted for in a single proprietary fund – the Enterprise Fund. Proprietary funds are used to account for operations that are financed and operated in a manner similar to private business enterprise, where the intent of the governing authority is that the cost (expenses, including depreciation) of providing services on a continuing basis be financed or recovered primarily through user charges. The District's Enterprise fund accounts for the operations of the District's water utility system.

The proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized at the time liabilities are incurred.

The term measurement focus denotes what is being measured and reported in the District's operating statement. Financial operations of the District are accounted for on the flow of economic resources measurement focus. With this measurement focus, all of the assets and liabilities, available to the District for the purpose of providing goods and services to the public, are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position includes all costs of providing goods and services during the period.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are user charges for the services provided by the proprietary funds. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

# B. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of ninety days or less. State law limits the District to deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, 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, having principal offices in Louisiana.

#### C. Investments

Investments are limited by State Law and the District's investment policy. Investments are reported at fair value, except nonparticipating investment contracts which are reported at cost, if any. The District had no investments at December 31, 2024 or 2023.

# D. Inventories

Inventories consist of materials and supplies and are recorded as an expense when consumed. Inventories are valued at cost using the first-in, first-out method.

#### E. Prepaid Items

Payments made to vendors that will benefit periods beyond the end of the current calendar year are recorded as prepaid items. Prepaid items consist of prepaid insurance premiums.

#### F. Restricted Assets

Certain proceeds of the enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets because their use is limited by applicable bond covenants. Additionally, funds held for customers' deposits are also classified as restricted assets.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

# G. Capital Assets

Capital assets of the District are defined by the District as assets with an initial, individual cost of more than \$500, and an estimated useful life in excess of one year. Capital assets are recorded at either historical cost or estimated historical cost. Donated assets, including water systems donated for continued maintenance by the District, are valued at their estimated fair market value on the date donated. Depreciation of all exhaustible fixed assets is charged as an expense against operations. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

Description	Estimated Lives
Buildings and Improvements	5 - 40 Years
Equipment	5 - 10 Years
Furniture and Fixtures	5 - 10 Years
Vehicles	5 - 7 Years
Utility System	10 - 40 Years

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. The District does not capitalize interest during the construction period on a prospective basis per GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*.

# H. Compensated Absences

The District has the following policy related to vacation and sick leave:

During the fiscal year ending December 31, 2010, the Board of Commissioners approved a change in policy that allows the accumulation of vacation and sick leave as wages are paid every two weeks. The previous policy allowed all regular employees to earn four hours of vacation leave and eight hours of sick leave per month. Under the new policy, 1.85 hours of vacation (.93 hours for part time employees) and 3.7 hours of sick leave (1.85 for part time employees) are earned per two-week pay period. Unused vacation and sick leave is paid upon termination

In accordance with GASB Codification Section C60, vacation and sick leave has been accrued for unused employee leave.

# WATERWORKS DISTRICT NO. 2 OF ST. HELENA PARISH NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) DECEMBER 31, 2024 AND 2023

# I. Long-Term Debt Obligations

Long-term liabilities are recognized within the Enterprise Fund. Bond premiums and discounts are amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

The District has implemented GASB Statement No. 65, Items Previously Reported as Assets and Liabilities, and with the implementation of GASB 65, the recognition of bond-related costs, including the costs related to issuance and refunding of debt, are revised. This standard was intended to compliment GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position. Bond issuance costs, whether or not withheld from the actual debt proceeds received, are now expended in the period incurred under GASB 65.

The District had no debt refundings in the years ended December 31, 2024 and 2023. The District did not have any bond related costs in the year ending December 31, 2024 or 2023.

#### J. Net Position

GASB Statement No. 34, Basic Financial Statements, Management's Discussion and Analysis, for State and Local Governments, required reclassification of net assets into three separate components. GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position, revised the terminology by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as net position, rather than net assets. GASB Statement No. 63 requires the following components of net position:

• Net Investment in Capital Assets Component of Net Position - The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also should be included in this component of net position. If there are significant unspent related debt proceeds or deferred inflows of resources at the end of the reporting period, the portion of the debt or deferred inflows of resources attributable to the unspent amount should not be included in the calculation of net investment in capital assets. Instead, that portion of the debt or deferred inflows of resources should be included in the same net position component (restricted or unrestricted) as the unspent amount.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

- Restricted Component of Net Position The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported. Net position should be reported as restricted when constraints placed on net position use are either: (a.) Externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or (b.) Imposed by law through constitutional provisions or enabling legislation.
- Unrestricted Component of Net Position The *unrestricted* component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

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

# K. Comparative Data/Reclassifications

Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation. All prior period adjustments, if any, recorded in the current period have been reflected in prior period data presented wherever possible.

#### L. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events within the control of the District, which are either unusual in nature or infrequent in occurrence.

#### M. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates, and as such, differences may be material.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

# 2. Cash and Cash Equivalents

At December 31, the District has cash and cash equivalents (book balances) as follows:

	2024	2023
Demand Deposits	\$ 1,463,200	\$ 1,516,600

These deposits are stated at cost, which approximates market value. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance, 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. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. Even though the pledged securities may be considered uncollateralized (Category 3) under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the District that the fiscal agent has failed to pay deposited funds upon demand.

Custodial credit risk as it relates to cash deposits is the risk that in the event of a bank failure, the government's deposits may not be returned. The District does not have a formal policy for custodial risk. At December 31, 2024, the District has \$1,439,172 in demand deposits (collected bank balances) for cash and cash equivalents, in one bank. The demand deposits are secured from risk by \$250,000 of federal deposit insurance and the remaining \$1,189,172 is secured from risk by pledged securities. The \$1,189,172 is exposed to custodial credit risk because while the amount is secured by pledged securities, such securities are held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

At December 31, 2023, the District has \$1,574,240 in demand deposits (collected bank balances) for cash and cash equivalents, in one bank. The demand deposits are secured from risk by \$250,000 of federal deposit insurance and the remaining \$1,324,240 is secured from risk by pledged securities. The \$1,324,240 is exposed to custodial credit risk because while the amount is secured by pledged securities, such securities are held by the custodial bank in the name of the fiscal agent bank (GASB Category 3).

#### 3. Investments

Investments are categorized into these three categories of credit risk:

- 1. Insured or registered, or securities held by the District or its agent in the District's name
- 2. Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the District's name
- 3. Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the District's name

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

The District had no investments at December 31, 2024 and 2023.

*Interest Rate Risk*: The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value arising from increasing interest rates.

#### 4. Receivables

Utility accounts receivable comprise the majority of proprietary fund receivables. The following is a summary of accounts receivables at December 31, 2024 and 2023:

Accounts Receivable	_	2024	2023	Increase (Decrease)
Current	\$	61,563 \$	61,370	\$ 193
31-60 Days Past Due		25,415	22,377	3,038
61-90 Days Past Due		5,404	6,659	(1,255)
Over 90 Days Past Due	_	(5,794)	(17,054)	11,260
Subtotal		86,588	73,352	13,236
Allowance for Uncollectible Accounts		(2,112)	(2,112)	
Net Accounts Receivable	\$	84,476 \$	71,240	\$ 13,236

All customer receivables are reported at gross value and reduced by the portion that is expected to be uncollectible. Periodically, the board reviews the aging of receivables and determines the actual amount uncollectible. Per board approval, uncollectible amounts are written off against accounts receivable, and the allowance for doubtful accounts is adjusted to a reasonable estimate of uncollectability. In 2024, the board authorized write-offs for the fiscal year of \$9,568 and \$12,501 in fiscal year 2023.

Other Receivables totaled \$61,326 for the year ending December 31, 2024 and \$53,042 for the year ending December 31, 2023 and include primarily estimated unbilled revenues (accrued billings). Accrued billings amounts were \$61,310 and \$53,042 at December 31, 2024 and 2023, respectively.

### 5. Restricted Assets

Restricted assets were applicable to the following sources at December 31, 2024 and 2023:

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

	· ·	2024	2023
Restricted Cash and Cash Equivalents	_		
Customer Deposits	\$	129,625	\$ 125,625
Bond Reserve Account - Rural Utility Service -RUS		280,013	260,328
Bond Depreciation and Contingency Account - RUS		194,619	177,601
Bond Sinking Account - RUS		287,259	302,850
Bond Short Lived Assets	_	349,138	 311,900
Total Restricted Assets	\$	1,240,654	\$ 1,178,304

# 6. Capital Assets

A summary of changes in capital assets during the fiscal year ending December 31, 2024 is as follows:

		Beginning Balance		Additions and	Deletions and		Ending Balance
		12/31/23		Reclassifications	Reclassifications		12/31/24
Capital Assets							
Building & Improvements	\$	281,344	\$	-	\$	\$	281,344
Equipment		210,370		690	-		211,060
Furniture and Fixtures		81,624		-	-		81,624
Vehicles		198,054		2,780			200,834
Utility System		14,316,848			-		14,316,848
Total Capital Assets being Depreciat	ed	15,088,240		3,470	-		15,091,710
Less Accumulated Depreciation		(6,581,580)		(383,705)	-		(6,965,285)
Net Capital Assets being Depreciated	d -	8,506,660		(380,235)	-	_	8,126,425
Land		57,231		-	-		57,231
Construction in Progress	_	176,832		36,568	-	_	213,400
Total Capital Assets, Net	\$_	8,740,723	\$	(343,667)	\$ •	\$	8,397,056

Total Capital Assets decreased by \$343,667 for the fiscal year ending December 31, 2024 as compared to a decrease of \$335,118 for the year ending December 31, 2023. The decreases were primarily related to depreciation expense for the current year of \$383,705 and \$382,050 for the prior year. These expenses were partially offset by the District's purchased capital asset additions of \$40,038 that included \$36,568 in construction in progress, \$690 in equipment and \$2,780 in vehicles compared to prior year additions of \$46,932 that included \$15,440 in construction in progress, \$22,860 in equipment and \$8,632 in furniture and fixtures.

The current year increase in construction in progress costs relates to CWEF projects. The total CWEF costs were for engineering, planning, and construction costs paid directly by the District. The accepted projects will be donated by the St. Helena Parish Police Jury to the District for continued maintenance.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

During the current year, the District sold fully depreciated fixed assets in the current year for a gain of \$-.

A summary of changes in capital assets during the fiscal year ending December 31, 2023 is as follows:

	Beginning Balance 12/31/22		Additions and Reclassifications	Deletions and Reclassifications		Ending Balance 12/31/23
	12/31/22		Reclassifications	 Reclassifications	-	12/31/23
Capital Assets						
Building & Improvements \$	281,344	\$	-	\$ -	\$	281,344
Equipment	187,510		22,860	-		210,370
Furniture and Fixtures	72,992		8,632	-		81,624
Vehicles	247,317		-	(49,263)		198,054
Utility System	14,316,848		-	-		14,316,848
Total Capital Assets in Service	15,106,011		31,492	(49,263)		15,088,240
Less Accumulated Depreciation	(6,248,793)		(382,050)	49,263		(6,581,580)
Total Capital Assets being Depreciated	8,857,218	-	(350,558)	 -		8,506,660
Land	57,231		-	-		57,231
Construction in Progress	161,392		15,440	-	_	176,832
Total Capital Assets, Net \$	9,075,841	\$	(335,118)	\$ _	\$_	8,740,723

Total Capital Assets decreased by \$335,118 for the fiscal year ending December 31, 2023. The decrease was primarily related to depreciation expense for the current year of \$382,050. These expenses were partially offset by the District's purchased capital asset additions of \$46,932 that included \$15,440 in construction in progress, \$22,860 in equipment and \$8,632 in furniture and fixtures. The increases in construction in progress costs relate to CWEF projects for the year ending December 31, 2023.

The District also disposed of fully depreciated assets during the fiscal year ending December 31, 2023 for a gain of \$3,806.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

# 7. Accounts Payable and Accrued Liabilities

Payables at December 31, 2024 and 2023 were as follows:

		2024	2023
Accounts Payable:	_		
Vendors	\$	21,482 \$	34,299
Accrued Audit Fees		12,500	12,500
Accrued Accounting Fees		20,000	17,750
Total Accounts Payable	\$	53,982 \$	64,549
Accrued Liabilities:			
Compensated Absences	\$	14,702 \$	69,081
Accrued Wages		12,230	6,733
Other Accrued Liabilities		10,278	21,306
Total Accrued Liabilities	\$	37,210 \$	97,120

The District established a payable in the amount of \$84,454 at year end. The purpose of this payable was to fund the customer deposit account to the required balance. Establishing this payable caused cash to be overstated by \$84,454 at year end. This issue was rectified in January 2025 when funds were transferred from the Capital Improvement Fund.

The District maintains a cash account, totaling \$72,910 at December 31, 2024, and \$76,524 at December 31, 2023, to fund the related accrued leave obligation of \$95,352 and \$69,081, respectively. The District's policy is to periodically transfer cash to fund the cash leave account in an amount equal to the accrued leave obligation.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

# 8. Long-Term Obligations

The following is a summary of long-term obligation transactions for the year ended December 31, 2024:

Description	Beginning Balance	Additions	 Deletions	_	Ending Balance	 Due Within One Year
Long-Term Debt						
1987 Water Revenue Bonds	\$ 56,312	\$ -	\$ 10,278	\$	46,034	\$ 10,933
1994 Water Revenue Bonds	176,302	-	12,529		163,773	13,156
1999 Water Revenue Bonds	124,214	-	5,499		118,715	5,766
2000 Water Revenue Bonds	175,702	-	7,390		168,312	7,730
2013 Water Revenue Bonds	2,303,559	-	45,818		2,257,741	47,385
2016 Water Revenue Bonds	1,995,731	-	42,013		1,953,718	42,966
Total Long-Term Debt	\$ 4,831,820	\$ -	\$ 123,527	\$_	4,708,293	\$ 127,936

The following is a summary of long-term obligation transactions for the year ended December 31, 2023:

Description	Beginning Balance	_	Additions	 Deletions	 Ending Balance	 Due Within One Year
Long-Term Debt						
1987 Water Revenue Bonds	\$ 65,974	\$	-	\$ 9,662	\$ 56,312	\$ 10,278
1994 Water Revenue Bonds	188,235		-	11,933	176,302	12,529
1999 Water Revenue Bonds	129,458		-	5,244	124,214	5,499
2000 Water Revenue Bonds	182,768		-	7,066	175,702	7,390
2013 Water Revenue Bonds	2,347,858		-	44,299	2,303,559	45,815
2016 Water Revenue Bonds	2,036,810		-	 41,079	 1,995,731	 42,011
Total Long-Term Debt	\$ 4,951,103	\$	-	\$ 119,283	\$ 4,831,820	\$ 123,522

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

# Bonds payable balances as of December 31, 2024 are as follows:

	Bonds Payable End of Year	Due Within One Year
Revenue Bond \$ 198,000  Water System- RUS Bonds 91-03 sold to Rural Utility Service  Dated 9/12/1988 due in annual installments of principal and interest of \$13,868 through 1/26/2028, interest at 6.375% \$	46,034 \$	10,933
Revenue Bond \$ 360,000 Water System- RUS Bonds 91-05 sold to Rural Utility Service Dated 5/26/1994 due in annual installments of principal and interest of \$21,344 through 1/26/2034, interest at 5.0%	163,773	13,156
Revenue Bond \$ 200,000 Water System- RUS Bonds 91-07 sold to Rural Utility Service Dated 8/26/1999 due in annual installments of principal and interest of \$940 through 8/26/2039, interest at 4.75%	118,715	5,766
Revenue Bond \$ 278,000 Water System- RUS Bonds 91-09 sold to Rural Utility Service Dated 7/1/2000 due in monthly installments of principal and interest of \$1,262 through 7/26/2040, interest at 4.5%	168,312	7,730
Revenue Bond \$ 2,659,000  Water Revenue Bonds Series 2013 sold to Rural Utility Service  Dated 2/19/2014 due in monthly installments of principal and interest of \$10,238 through 1/26/2054, interest at 3.375%	2,257,741	47,385
Revenue Bond \$ 2,238,000  Water Revenue Bonds Series 2016 sold to Rural Utility Service  Dated 9/20/2016 due in monthly installments of principal and interest of		
\$7,207 through 9/20/2056, interest at 2.25%	1,953,718 4,708,293 \$	42,966 127,936

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

The annual requirements to amortize all debt outstanding as of December 31, 2024, including interest payments of \$2,260,436 are as follows:

Year Ending		1987 W	 Revenue 98,000	Bor	ı ds		1994 W	1994 Water Revenue Bonds 1999 Water Revenue \$360,000 \$200,000							Bonds				
12/31/24	Pr	incipal	 terest		Total	P	Principal		Interest		Total		Principal		Interest		Total		
2025	\$	10,933	\$ 2,935	\$	13,868	\$	13,156	\$	8,189	\$	21,345	\$	5,766	\$	5,515	\$	11,281		
2026		11,630	2,238		13,868		13,814		7,531		21,345		6,045		5,235		11,280		
2027		12,372	1,496		13,868		14,504		6,840		21,344		6,339		4,941		11,280		
2028		11,099	708		11,807		15,229		6,115		21,344		6,647		4,633		11,280		
2029		-	-		-		15,991		5,353		21,344		6,969		4,311		11,280		
2030 to 2034			-		-		91,079		13,945		105,024		40,262		16,138		56,400		
2035 to 2039		-	-		-		-				-		46,687		5,400		52,087		
2040 to 2044		-	-		-		-				-		-		-				
2045 to 2049		-	-		-		-		-		-		( = )		-		-		
2050 to 2054		-	-		-		-		-		-		-				-		
2055 to 2059		-	-		-		-				-		-		-		-		
	\$	46,034	\$ 7,377	\$	53,411	\$	163,773	\$	47,973	\$	211,746	\$	118,715	\$	46,173	\$	164,888		

	2000 Water Revenue Bonds \$278,000							2013 Water Revenue Bonds \$2,659,000						
Year Ending														
12/31/24	Principal		Interest			Total	Principal		Interest		Total			
2025		7,730		7,416	\$	15,146	\$	47,385	\$	75,471	\$	122,856		
2026		8,085		7,061		15,146		49,009		73,847		122,856		
2027		8,456		6,690		15,146		50,689		72,167		122,856		
2028		8,844		6,301		15,145		52,427		70,429		122,856		
2029		9,251		5,895		15,146		54,224		68,632		122,856		
2030 to 2034		53,032		22,695		75,727		300,306		313,974		614,280		
2035 to 2039		66,385		9,342		75,727		355,426		258,854		614,280		
2040 to 2044		6,529		76		6,605		420,662		193,618		614,280		
2045 to 2049				-		-		497,872		116,408		614,280		
2050 to 2054		-		-		-		429,741		28,206		457,947		
2055 to 2059		-		-		-		-		-				
_	\$	168,312	\$	65,476	\$	233,788	\$	2,257,741	\$	1,271,606	\$	3,529,347		

	2016 Water Revenue Bonds \$2,238,000											
Year Ending								Total				
12/31/24	Pi	rincipal	Interest		Total		Principal		Interest		Total	
2025	\$	42,966	\$	44,473	\$	87,439	\$	127,936	\$	143,999	\$	271,935
2026		43,943		43,518		87,461		132,526		139,430		271,956
2027		44,942		42,541		87,483		137,302		134,675		271,977
2028		45,964		41,542		87,506		140,210		129,728		269,938
2029		47,009		40,520		87,529		133,444		124,711		258,155
2030 to 2034		251,569		186,443		438,012		736,248		553,195		1,289,443
2035 to 2039		281,494		157,183		438,677		749,992		430,779		1,180,771
2040 to 2044		314,979		124,443		439,422		742,170		318,137		1,060,307
2045 to 2049		352,447		87,808		440,255		850,319		204,216		1,054,535
2050 to 2054		394,372		46,814		441,186		824,113		75,020		899,133
2055 to 2059		134,033		6,546		140,579		134,033		6,546		140,579
	\$ 1	,953,718	\$	821,831	\$	2,775,549	\$	4,708,293	\$ :	2,260,436	\$	6,968,729

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

#### 9. Flow of Funds, Restrictions on Use

Under the terms of the bond issued on September 20, 2016, related to the permanent financing of the Phase V North project, the bonds are payable as to principal and interest solely from the income and revenues derived from the operations of the water system of the District after provisions have been made for the payment of reasonable and necessary expenses of administering, operating, and maintaining of the system. Total interest expense from all water revenue bonds equaled \$146,112 for the year ending December 31, 2024 and \$150,424 for the year ending December 31, 2023. The gross water sales revenue recognized during the current fiscal year was \$985,821 and \$997,263 for the prior fiscal year. Bond covenants related to all parity bonds, including the 2001 Water Revenue Refunding Bonds and all issues of the United States Department of Agriculture (USDA)-Rural Utility Service (RUS), and requirements for maintaining a Bond Sinking Fund, a Debt Service Reserve Fund, and a Short-Lived Assets Fund are described below.

### Bond Sinking Fund

- a. There shall be established a "Water System Revenue Bond and Sinking Fund" sufficient in amount to pay the principal and interest on outstanding revenue bonds as they become due and payable. Payments are to be made from the Operating Fund (Revenue Fund) of the District, to the "Revenue Sinking Fund" by the 20th of each month, in an amount equal to 1/12 of the interest and principal falling due on the next bond payment date. Monies in the "Revenue Sinking Fund" are deposited as Trust Funds, and are exclusively pledged for the purpose of paying principal and interest on the Revenue Bonds.
- b. The District made all of the required deposits for the RUS Bonds and for the 2001 Water Revenue Refunding Bonds, issued in parity with the RUS Bonds, maintaining a total of \$287,259 at December 31, 2024 and \$302,850 at December 31, 2023.

#### Debt Service Reserve Fund

a. Bond reserve deposit requirements are as modified by the RUS letter of conditions dated August 30, 2011 for the Phase V South project, and January 17, 2012 for the Phase V North Project. Permanent financing was obtained September 20, 2016 for the Phase V North project. With final USDA financing obtained, payment requirements have been established for the Bond Reserve deposit requirement, and are as stated in Section "d" following.

# WATERWORKS DISTRICT NO. 2 OF ST. HELENA PARISH NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) DECEMBER 31, 2024 AND 2023

b. The Letter of Conditions above for the Phase V South and Phase V North projects state that the District must establish and fund monthly a debt service reserve fund equal to 10% of the monthly payment each month over the life of the loan until you accumulate one annual installment. This reserve is required to establish an emergency fund for maintenance and repairs and debt repayment should the need arise. Prior issues of USDA debt, and the 2001 Water Revenue Refunding Bonds, required that there shall be set aside into a "Utility System Revenue Bond Reserve Fund" and into a separate "Depreciation and Contingency Fund a sum equal to five percent of the monthly bond payment after the construction project becomes revenue producing, and deposits shall continue until there is accumulated therein an amount equal to the highest succeeding annual debt service payment in any future year. Such amounts, per the Letter of Conditions above for the Phase V South and Phase V North projects, are to be deposited by the 20<sup>th</sup> of each month and may be used only for the payment of maturing bonds and interest coupons for which sufficient funds are not on deposit in the Bond and Interest Sinking Fund as to which there would otherwise be default, and for emergency and repairs.

In order to maintain consistency with funding requirements, the District continues to deposit the total 10% requirement for the debt service fund as required for the Phase V South and Phase V North issues, but splits the amount as 5% to the "Utility System Revenue Bond Reserve Fund" and 5% to the "Depreciation and Contingency Fund." Combined payment requirements for the RUS bond issues and the 2001 Water Revenue Refunding Bonds, at 5% of loan amounts, was \$1,129 per month for 2024 and 2023, per USDA requirement.

- c. The twelve required monthly payments to the "Revenue Bond Reserve Fund" were made for the year 2024 and 2023 with a balance maintained of \$280,013 at December 31, 2024, compared to a balance of \$260,328 at December 31, 2023.
- d. The twelve required monthly payments to the "Depreciation & Contingency Fund" were made for the year 2024 and 2023. The balance in the "Depreciation and Contingency Fund" at December 31, 2024 was \$194,619, compared to \$177,601 at December 31, 2023.
- e. All the revenues received in any year and not required to be paid in such year into any of the noted funds shall be regarded as surplus and may be used for any lawful corporate purpose.

#### Short-Lived Assets Fund

a. In addition to required deposits, as stated above, for the Phase V South and Phase V North projects, a depreciation reserve for short-lived assets is to be established with deposits of \$2,639 required per month. Deposit requirements for the short-lived assets fund began in February 2015, per USDA requirement for the Phase V South Bonds (Water Revenue Bonds, Series 2013). The twelve required monthly deposits for depreciation reserve for short-lived assets were made for the year 2024 and 2023. The balance at December 31, 2024 was \$349,138, compared to \$311,900 at December 31, 2023.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024 AND 2023

#### 10. Restricted Net Position

At December 31, 2024, Waterworks District No. 2 of St. Helena Parish has \$1,097,356 in Restricted Net Position, restricted for debt service, compared to \$1,037,667 at December 31, 2023. This represents the District's funds restricted by revenue bond debt covenants, contracts with customers for deposits, and the unspent portion of capital debt related to amounts restricted for capital projects less liabilities related to these restricted funds. A liability relates to restricted assets if the asset results from incurring the liability or if the liability will be liquidated with the restricted assets.

# 11. Litigation and Claims

There is no pending litigation as of December 31, 2024 or 2023.

#### 12. Deferred Compensation Plan

On November 12, 2009, the Board of Commissioners of the Waterworks District No. 2 of St. Helena Parish approved the participation in a deferred compensation plan and for the employer to make contributions of six percent of gross wages. The District participates in the *Louisiana Public Employees Deferred Compensation Plan*. The contribution by the employer will be re-established by the Board of Commissioners before the beginning of each fiscal year. Under the terms of the *Louisiana Public Employees Deferred Compensation Plan*, an employee may contribute up to a maximum of 25 percent of adjusted gross income, not to exceed \$18,000 per calendar year. A special "catch-up" provision may be used to save up to \$15,000 per year for the three years prior to retirement.

As reported by the State of Louisiana Deferred Compensation Program, for the fiscal year ending December 31, 2024, the aggregate account balance of employees of Waterworks District No. 2 of St. Helena Parish participating in the plan was \$557,399 or the fiscal year ending December 31, 2024, compared to \$512,568 for the fiscal year ending December 31, 2023. Employer contributions for the fiscal year ending December 31, 2024 totaled \$23,632, compared to \$20,170 for the fiscal year ended December 31, 2023. The District has no financial or fiscal responsibility to the deferred compensation plan. There was no liability outstanding at year end 2024 or 2023. Employees are 100% vested in contributions and as such there are no forfeitures reflected in the expense.

#### 13. Subsequent Events

Subsequent events have been evaluated by management through June 20, 2025, the date the financial statements were available to be issued. No other events were noted that require recording or disclosure in the financial statements for the fiscal year ending December 31, 2024.

# **OTHER SUPPLEMENTARY INFORMATION**

# SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION - BUDGET (GAAP) BASIS AND ACTUAL

### FOR THE YEAR ENDED DECEMBER 31, 2024

		2024		2024	Variance Favorable
		2024 Budget		2024 Actual	(Unfavorable)
Operating Revenues:	-	Duaget		Tictual	(cinavorable)
Water Sales	\$	985,000	\$	985,821	\$ 821
Service and Connection Fees		110,000		116,980	6,980
Late Payment Penalties		34,500		34,834	334
Other		35,000		35,271	271
Total Operating Revenues	-	1,164,500		1,172,906	8,406
Operating Expenses:	-	· ·			
Advertising		1,000		258	742
Bad Debts		12,500		9,568	2,932
Postage		16,000		15,432	568
Chemicals/Treatment		37,500		33,990	3,510
Deferred Compensation		25,800		23,632	2,168
Depreciation		414,000		383,705	30,295
Director's Expense		4,500		4,980	(480)
Educational Expense		1,000		735	265
Employee Insurance		32,000		32,026	(26)
Fuel		5,250		2,666	2,584
Insurance		82,000		78,458	3,542
Meter Installations		50,000		42,750	7,250
Other		36,504		36,144	360
Payroll Taxes		34,400		33,753	647
Professional Fees:					
Accounting		20,000		20,300	(300)
Auditing		12,500		12,500	-
Legal Fees		500		158	342
Engineering Fees		1,500		642	858
Repairs and Maintenance		70,000		60,888	9,112
Salaries and Wages		430,000		462,499	(32,499)
Software - Maintenance Costs		2,500		2,520	(20)
Supplies - Office		9,000		7,036	1,964
Supplies - Water System		42,500		51,507	(9,007)
Telephone		13,000		12,818	182
Travel		500		-	500
Utilities		90,000		90,749	(749)
Vehicle Expenses		35,000		34,130	870
Total Operating Expenses		1,479,454	_	1,453,844	25,610
Operating Income (Loss)	_	(314,954)	_	(280,938)	34,016

(CONTINUED)

# SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION BUDGET (GAAP) BASIS AND ACTUAL (CONTINUED)

	2024	2024		Variance Favorable
	Budget	Actual		(Unfavorable)
Nonoperating Revenues (Expenses):			•	
Interest Income	74,000	74,302		302
Interest Expense	(152,000)	(146,112)		5,888
Bad Debt Recovery	4,000	4,154		154
Other Income	11,900	13,133		1,233
<b>Total Nonoperating Revenues (Expenses)</b>	(62,100)	 (54,523)		7,577
Income (Loss) Before Contributions and Transfers	(377,054)	 (335,461)		41,593
Change in Net Position	(377,054)	(335,461)		41,593
Total Net Position, Beginning	5,324,313	5,324,313		-
Total Net Position, Ending	\$ 4,947,259	\$ 4,988,852	\$	41,593

### SCHEDULE OF INSURANCE COVERAGES

Insurance Company / Policy Number	Coverage	Amount	F	erio	od
Midvale Indemnity					
Policy # APWMP00484-02	Commercial General Liability:		1/22/2024	to	1/22/2025
	Aggregate Policy Limit	\$ 3,000,000			
	Per Occurrence	1,000,000			
	Personal Injury and Advertising Injury	1,000,000			
	Damage to Rented Property	1,000,000			
	Wrongful Acts:		1/22/2024	to	1/22/2025
	Per Claim	1,000,000			
	Aggregate	3,000,000			
	Crime Coverage:		1/22/2024	to	1/22/2025
	Employee Theft Coverage per occurrence	250,000			
	Forgery or Alteration Coverage per occurrence	250,000			
	Theft - Inside per occurrence	250,000			
	Robbery - Inside per occurrence	5,000			
	Theft - Outside per occurrence	250,000			
	Computer Fraud Coverage per occurrence	100,000			
	Funds Transfer Fraud/Money Order Coverage per occurrence	100,000			
	Property Coverage:		1/22/2024	to	1/22/2025
	Real Property & Business Personal Property, as scheduled	3,063,714			
	Mobile Equipment	79,800			
Policy # APWXS00484-02	Commercial Excess Liability:		1/22/2024	to	1/22/2025
	Per Claim	2,000,000			
	Aggregate	2,000,000			
	Business Auto Liability:		1/22/2024	to	1/22/2025
	Bodily Injury and Property Damage	1,000,000			
	Commercial General Liability:		1/22/2024	to	1/22/2025
	Per Claim	1,000,000			
	Aggregate	3,000,000			
	Public Officials & Management Liability:		1/22/2024	to	1/22/2025
	Per Claim	1,000,000			
	Aggregate	3,000,000			
Midvale Indemnity					
Company					
Policy # APWAU00484-02	Business Auto Coverage:		1/22/2024	to	1/22/2025
	Combined Single Limit Liability	1,000,000			
	Uninsured Motorists Coverage	1,000,000			
	Comprehensive and Collision Coverage, as Scheduled	Scheduled			
Louisiana Workers'	Workman's Companyation of statutory limits		4/17/2024	to	1/17/2025
Compensation	Workmen's Compensation at statutory limits	1 000 000	4/1//2024	ιο	4/1//2023
17223-S	Employer's Liability	1,000,000			

# SCHEDULE OF COMPENSATION PAID TO BOARD OF COMMISSIONERS

Name and Title / Contact Number	Citle / Contact Number Address		ensation eived	Term Expiration	
Wilbert Knox, President (225) 222-4401	11491 Hwy 38 Greensburg, LA 70441	\$	1,200	7/26/29	
Lea Vern Sims, Vice President (225) 222-4367	1595 Pumping Station Rd Greensburg, LA 70441		480	7/26/28	Resigned 1/1/25
Lee Warner, Secretary-Treasurer (985) 974-3101	1001 Hwy 441 Holden, LA 70744		1,200	7/26/26	
Terry Addison, Board Member (225) 278-2947	P.O. Box 52 Greensburg, LA 70441		1,080	7/26/25	
James Baker, Board Member (985) 517-1248	936 McDaniel Rd Amite, LA 70422		1,020	7/26/27	
Charles Spears, Board Member (225) 445-5452	3551 Pumping Station Rd Greensburg, LA 70441		0	7/26/28	
		\$	4,980		

# SCHEDULE OF COMPENSATION, REIMBURSEMENTS, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD

# FOR THE YEAR ENDED DECEMBER 31, 2024

Agency Head Name: Wilbert Knox, President

	Con	npensation
Purpose	R	Received
Per Diem - Board Member	\$	1,200

#### SCHEDULE OF WATER RATES

Schedule 5

# FOR THE YEAR ENDED DECEMBER 31, 2024

#### Water

Residential Rates				Commercial Rates
\$ 15.00	-	First 2,000 Gallons	\$33.00	- First 8,000 Gallons
3.00	-	Per 1,000 Gallons of Water over 2,000	\$ 3.00	- Per 1,000 Gallons of Water over 8,000 Gallons

# NEW WATER RATES EFFECTED MARCH 31, 2025

#### Water

_	THE COLUMN TO TH							
	Residential Rates						Commercial Rates	
•	\$	19.00	-	First 2,000 Gallons	\$	43.00	- First 8,000 Gallons	
		4.00	-	Per 1,000 Gallons of Water over 2,000	\$	4.00	- Per 1,000 Gallons of Water over 8,000 Gallons	

# SCHEDULE OF WATER CUSTOMERS

	2024	2023	Increase (Decrease)
Customers			
Residential	2,897	2,853	44
Commercial and Dairy	77	69	8
Total Customers	2,974	2,922	52
Number of customers having a meter size larger than the residential size (3/4")			59

# OTHER INDEPENDENT AUDITOR'S REPORT and OTHER MATTERS

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards* 

#### ANTHONY B. BAGLIO, CPA PRESIDENT

**MEMBER** 

American Institute of Certified Public Accountants Society of Louisiana Certified Public Accountants



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#### A PROFESSIONAL ACCOUNTING CORPORATION

June 20, 2025

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of Commissioners Waterworks District No. 2 of St. Helena Parish Greensburg, Louisiana

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities of Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana, a component unit of the St. Helena Parish Police Jury, as of and for the years ended December 31, 2024 and 2023 and the related notes to the financial statements, which collectively comprise Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana's basic financial statements, and have issued my report thereon dated June 20, 2025.

# Report on Internal Control over Financial Reporting

In planning and performing my audit of the financial statements, I considered the Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana's internal control. Accordingly, I do not express an opinion on the effectiveness of Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana's internal control.

Board of Commissioners Waterworks District No. 2 of St. Helena Parish Greensburg, Louisiana

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

# Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Waterworks District No. 2 of St. Helena Parish's, Greensburg, Louisiana's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that is required to be reported under *Government Auditing Standards*.

# Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Anthony B. Baglio, CPA

A Professional Accounting Corporation

8/2/20

Hammond, Louisiana

June 20, 2025

SCHEDULE OF C	URRENT YEAI	R AUDIT FIND	INGS

# Waterworks District No. 2 of St. Helena Parish Greensburg, Louisiana

# SCHEDULE OF CURRENT YEAR AUDIT FINDINGS As of and for the Year Ended December 31, 2024

# SECTION 1 – SUMMARY OF AUDITOR'S RESULTS

I have audited the financial statements of Waterworks District No. 2 of St. Helena Parish, Greensburg, Louisiana as of and for the year ended December 31, 2024, and have issued my report thereon dated June 20, 2025. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the comptroller General of the United States. My audit of the financial statements as of December 31, 2023, resulted in an unqualified opinion.

# Report on Internal Control and Compliance Material to the Financial Statements

Internal Control		
Material weaknesses identified.	Yes	X No
Significant deficiencies identified not		
Considered to be material weaknesses?	Yes	X No
Compliance		
Noncompliance material to financial		
statements noted?	Yes	X No

STATEWIDE	ACREED	JIPON PRO	CEDURES

#### ANTHONY B. BAGLIO, CPA PRESIDENT

MEMBER

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#### A PROFESSIONAL ACCOUNTING CORPORATION

# INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES FOR THE YEAR ENEDE DECEMBER 31, 2024

Board of Commissioners Waterworks District No. 2 of St. Helena Parish and the Louisiana Legislative Auditor

I have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period January 1, 2024, through December 31, 2024. Waterworks District No. 2 of St. Helena Parish's management is responsible for those C/C areas identified in the SAUPs.

Waterworks District No. 2 of St. Helena Parish has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period January 1, 2024, through December 31, 2024. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. 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:

#### 1) Written Policies and Procedures

A. Obtain and inspect the entity's written policies and procedures and observe whether they address each of the following categories and subcategories if applicable to public funds and the entity's operations:

Prior year testing resulted in no exceptions related to written policies and procedures. Therefore, testing is not required in the current year.

# 2) Board or Finance Committee

- A. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
  - i. Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.

No exceptions noted.

ii. For those entities reporting on the governmental accounting model, review the minutes from all regularly scheduled board/finance committee meetings held during the fiscal year and observe whether the minutes from at least one meeting each month referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual comparisons, at a minimum, on all proprietary funds, and semi-annual budget-to-actual comparisons, at a minimum, on all special revenue funds. Alternatively, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.

The budget to actual comparison is required to be presented to the board quarterly.

The first quarter and second was presented on September 19, 2024, the third quarter was presented on December 5, 2024 and the fourth quarter was presented with the annual compilation on June 3, 2025

iii. For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

Not applicable. The general fund did not have negative unrestricted fund balance.

iv. Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

No prior audit findings.

# Statewide Agreed-Upon Procedures (continued)

#### 3) Bank Reconciliations

Prior year testing resulted in no exceptions related to bank reconciliations. Therefore, testing is not required in the current year.

#### 4) Collections (excluding electronic funds transfers)

Prior year testing resulted in no exceptions related to collections (excluding electronic funds transfers). Therefore, testing is not required in the current year.

# 5) Non-Payroll Disbursements (excluding card purchases, travel reimbursements, and petty cash purchases)

Prior year testing resulted in no exceptions related to non-payroll disbursements. Therefore, testing is not required in the current year.

#### 6) Credit Cards/Debit Cards/Fuel Cards/Purchase Cards (Cards)

Prior year testing resulted in no exceptions related to credit cards/debit cards/fuel cards/purchase cards (cards). Therefore, testing is not required in the current year.

# 7) Travel and Travel-Related Expense Reimbursements (excluding card transactions)

Prior year testing resulted in no exceptions related to travel and travel-related expense reimbursements. Therefore, testing is not required in the current year.

#### 8) Contracts

Prior year testing resulted in no exceptions related to contracts. Therefore, testing is not required in the current year.

#### 9) Payroll and Personnel

Prior year testing resulted in no exceptions related to payroll and personnel. Therefore, testing is not required in the current year.

### 10) Ethics

Prior year testing resulted in no exceptions related to ethics. Therefore, testing is not required in the current year.

Statewide Agreed-Upon Procedures (continued)

#### 11). Debt Service

Prior year testing resulted in no exceptions related to debt service. Therefore, testing is not required in the current year.

#### 12). Fraud Notice

Prior year testing resulted in no exceptions related to fraud notice. Therefore, testing is not required in the current year.

# 13). Information Technology Disaster Recovery/Business Continuity

Water Works District #2's 2023 audit was submitted on time. Therefore, testing is not required in the current year.

# 14). Prevention of Sexual Harassment

Prior year testing resulted in no exceptions related to sexual harassment. Therefore, testing is not required in the current year.

I was engaged by Waterworks District No. 2 of St. Helena Parish to perform this agreed-upon procedures engagement and conducted my engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. I am 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 those C/C areas identified in the SAUP's. Accordingly, I do not express such an opinion or conclusion. Had I performed additional procedures, other matters might have come to my attention that would have been reported to you.

I am required to be independent of Waterworks District No. 2 of St. Helena parish and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements related to my agreed-upon procedures engagement.

The report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Anthony B. Baglio, CPA Hammond, Louisiana

June 20, 2025

# MANAGEMENT'S RESPONSE TO EXCEPTIONS STATEWIDE AGREED-UPON PROCEDURES

# WATERWORKS DISTRICT NO. 2 OF ST. HELENA PARISH For the Year Ended December 31, 2024

# Management's Response to exceptions to statewide agree-upon procedure sections:

#### 2) Board or Finance Committee

ii. For those entities reporting on the governmental accounting model, review the minutes from all regularly scheduled board/finance committee meetings held during the fiscal year and observe whether the minutes from at least one meeting each month referenced or included monthly budget- to-actual comparisons on the general fund, quarterly budget-to-actual comparisons, at a minimum, on all proprietary funds, and semi-annual budget-to-actual comparisons, at a minimum, on all special revenue funds. Alternatively, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.

The budget to actual comparison is required to be presented to the board quarterly.

The first quarter and second was presented on September 19, 2024, the third quarter was presented on December 5, 2024 and the fourth quarter was presented with the annual compilation on June 3, 2025

**Management's Response**: Management will attempt to present the Budget Comparison on a more timely basis.