

Alabama Water System, Inc.
Financial Statements
For the Year Ended December 31, 2025



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

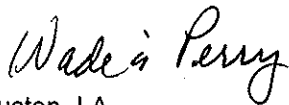
ACCOUNTANTS' COMPILATION REPORT

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

Management is responsible for the accompanying financial statements of Alabama Water System, Inc. (a not-for-profit), which comprise the balance sheet as of December 31, 2025, and the related statement of income for the year then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has omitted substantially all of the disclosures and the statement of cash flows that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context.

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



Ruston, LA

February 11, 2026

Alabama Water System, Inc.
Balance Sheet
As of December 31, 2025

	Dec 31, 25
ASSETS	
Current Assets	
Checking/Savings	
Louisiana National Bank	179,106.17
Total Checking/Savings	179,106.17
Accounts Receivable	
Accounts Receivable	4,375.84
Total Accounts Receivable	4,375.84
Other Current Assets	
Depreciation Fund CD	54,200.18
Edwards Jones M/M Account	41,401.21
Fed Farm Credit Bk Cons 3.33%	12,765.45
Fed Farm Credit Bk Cons 3.79%	7,557.30
Revenue Fund CD # 8	120,032.52
Total Other Current Assets	235,956.66
Total Current Assets	419,438.67
Fixed Assets	
Accumulated Depreciation	-3,452,505.01
Equipment	65,853.73
Land (Woodard)	9,995.00
Office Building	80,664.80
Water System	5,556,894.81
Total Fixed Assets	2,260,903.33
Other Assets	
Utility Deposit	200.00
Total Other Assets	200.00
TOTAL ASSETS	2,680,542.00
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	14,969.98
Total Accounts Payable	14,969.98
Other Current Liabilities	
Customer deposits - Refundable	11,998.51
Federal Withholding	1,014.00
FICA & Medicare Payable	1,485.33
Louisiana Withholding Payable	268.05
Total Other Current Liabilities	14,765.89
Total Current Liabilities	29,735.87
Long Term Liabilities	
USDA Loan	1,181,561.87
Total Long Term Liabilities	1,181,561.87
Total Liabilities	1,211,297.74
Equity	
Retained Earnings	1,466,706.00
Net Income	2,538.26
Total Equity	1,469,244.26
TOTAL LIABILITIES & EQUITY	2,680,542.00

See accountant's compilation report.

Alabama Water System, Inc.
Profit & Loss
January through December 2025

	Jan - Dec 25
Ordinary Income/Expense	
Income	
Connection Fees	4,950.00
Interest	
Checking Account Interest	474.61
Total Interest	474.61
Meter Fee	875.00
Miscellaneous income	169.63
Non Refundable Deposit	1,616.04
Water Revenue	272,073.44
Total Income	280,158.72
Expense	
Bank Fraud	0.00
Bank Service Charges	8.09
Computer Services	1,216.00
Depreciation Expense	91,277.45
Dues and Subscriptions	3,412.46
Insurance	
Property Insurance	12,525.00
Work Comp	699.72
Total Insurance	13,224.72
Interest Expense	
Loan Interest	22,440.82
Total Interest Expense	22,440.82
Licenses and Permits	425.00
Mileage	1,014.32
Office Supplies	1,962.67
Payroll Tax Expense	2,719.41
Postage and Delivery	2,287.00
Professional Fees	
Accounting	933.75
Audit expense	2,850.00
Professional Fees - Other	23,300.00
Total Professional Fees	27,083.75
Repair & Maintenance	
Mowing	2,100.00
Repair & Maintenance - Other	37,673.58
Total Repair & Maintenance	39,773.58
Returned Checks	76.47
Safe Drinking Water Program Fee	3,585.30
Salary	33,376.00
Supplies	11,638.16
Taxes	
Sales Tax	314.00
Total Taxes	314.00
Telephone	2,287.02
Utilities	
Gas and Electric	23,120.35
Integra Alert Monitoring	744.00
Total Utilities	23,864.35
Total Expense	281,986.57
Net Ordinary Income	-1,827.85

See accountant's compilation report.

Alabama Water System, Inc.
Profit & Loss
January through December 2025

	<u>Jan - Dec 25</u>
Other Income/Expense	
Other Income	
Interest Income	2,828.90
Total Other Income	2,828.90
Other Expense	
Unrealized Gain on Edward Jones	-1,537.21
Total Other Expense	-1,537.21
Net Other Income	4,366.11
Net Income	<u>2,538.26</u>

Alabama Water System, Inc.
Schedule of Compensation, Benefits and Other Payments
to Agency Head
For the Year Ended December 31, 2025

Schedule 1

Agency Head Name: Tammy Singleton

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