

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

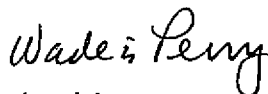
ACCOUNTANTS' COMPILATION REPORT

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, 2023, 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

April 1, 2024

Alabama Water System, Inc.
Balance Sheet
As of December 31, 2023

	Dec 31, 23
ASSETS	
Current Assets	
Checking/Savings	
Louisiana National Bank	80,067.94
Total Checking/Savings	80,067.94
Accounts Receivable	
Accounts Receivable	4,400.20
Total Accounts Receivable	4,400.20
Other Current Assets	
Depreciation Fund CD	50,327.60
Edwards Jones M/M Account	3,411.82
Fed Farm Credit Bk Cons 3.33%	12,738.75
Fed Farm Credit Bk Cons 3.79%	7,672.23
Fed Home Loan (2.875)	34,508.95
Revenue Fund CD # 8	116,289.46
Total Other Current Assets	224,948.81
Total Current Assets	309,416.95
Fixed Assets	
Accumulated Depreciation	-3,270,886.14
Equipment	46,231.49
Land (Woodard)	9,995.00
Office Building	80,664.80
Water System	5,550,263.81
Total Fixed Assets	2,416,268.96
Other Assets	
Utility Deposit	200.00
Total Other Assets	200.00
TOTAL ASSETS	2,725,885.91
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable	4,538.24
Total Accounts Payable	4,538.24
Other Current Liabilities	
Customer deposits - Refundable	15,256.38
Federal Withholding	810.00
FICA & Medicare Payable	1,156.67
Louisiana Withholding Payable	363.37
USDA Loan	1,237,413.04
Total Other Current Liabilities	1,254,999.46
Total Current Liabilities	1,259,537.70
Total Liabilities	1,259,537.70
Equity	
Prior Year Adjustments	2,103.01
Retained Earnings	1,475,641.36
Net Income	-11,396.16
Total Equity	1,466,348.21
TOTAL LIABILITIES & EQUITY	2,725,885.91

See accountant's compilation report.

Alabama Water System, Inc.
Statement of Income
For the Year Ended December 31, 2023

	Jan - Dec 23
Ordinary Income/Expense	
Income	
Connection Fees	900.00
Interest	925.01
LWCC	1,019.74
Meter Fee	3,469.12
Non Refundable Deposit	5,056.08
Water Revenue	253,515.75
Total Income	264,885.70
Expense	
Advertising	150.00
Bank Service Charges	17.28
Computer Services	652.00
Depreciation Expense	88,783.12
Dues and Subscriptions	375.00
Insurance	10,561.31
Interest Expense	23,477.48
Licenses and Permits	1,910.00
Mileage Allowance	1,724.22
Miscellaneous	69.16
Office Supplies	1,270.25
Payroll Tax Expense	2,604.94
Postage and Delivery	2,297.81
Professional Fees	25,653.75
Repair & Maintenance	42,132.58
Safe Drinking Water Program Fee	4,531.50
Salary	32,830.00
Supplies	7,807.33
Taxes	81.00
Telephone	1,657.53
Utilities	30,741.24
Total Expense	279,327.50
Net Ordinary Income	-14,441.80
Other Income/Expense	
Other Expense	
Unrealized Gain on Edward Jones	-3,045.64
Total Other Expense	-3,045.64
Net Other Income	3,045.64
Net Income	-11,396.16

See accountant's compilation report.

Alabama Water System, Inc.
Schedule of Compensation, Benefits and Other Payments
to Agency Head
For the Year Ended December 31, 2023

Schedule 1

Agency Head Name: Tony Nixon

Salary	\$11,430
Medicare	166
Social security	709
Reimbursements	589
Travel - mileage reimbursements	1,724