

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT  
PUBLIC WATER AUTHORITY**

**FINANCIAL STATEMENTS**

December 31, 2025 and 2024

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**SEARCY & ASSOCIATES, LLC**  
CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT ACCOUNTANT'S REPORT  
ON APPLYING AGREED-UPON PROCEDURES**

To the Management and Board of Directors  
of Southeast Bradley County Water District Public Water Authority

We have performed the procedures enumerated below for the Southeast Bradley County Water District Public Water Authority, ("the Authority"), the year ended December 31, 2025. The Authority's management is responsible for accounting records.

The Authority has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of satisfying annual reporting requirements of the Arkansas Division of Legislative Audit. Additionally, the Arkansas Legislative Joint Auditing Committee has agreed to and acknowledged that the procedures performed are appropriate for their 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:

**Cash and Investments**

1. Perform a proof of cash for the year and reconcile year-end bank balances to book balance.
2. Confirm with depository institutions the cash on deposit and investments.
3. Agree the proof of cash ending balances to the book balances within 5% or \$500, whichever is greater.

***Finding: No findings identified.***

**Receipts**

1. Agree the deposits per the proof of cash for the year with the deposits per the journal within 5% or \$500, whichever is greater.
2. Agree 10 customer payments on the accounts receivable sub-ledger to deposit and billing documents.
3. For one deposit, agree the cash/check composition of the deposit with receipt information.

***Findings: No findings identified.***

### Accounts Receivable

1. Agree 10 customer billings to the accounts receivable sub-ledger.
2. Determine that five (5) customer adjustments were properly authorized.

**Findings:** *No findings identified.*

### Disbursements

1. Agree the disbursements per the proof of cash for the year with the disbursements per the journal within 5% or \$ 500, whichever is greater.
2. Analyze all property, plant, and equipment disbursements.
3. Select all disbursements paid to employees other than payroll and ten other disbursements and determine if they were adequately documented.

**Findings:** *No findings identified.*

### Property, Plant, and Equipment

1. Determine that additions and disposals were properly accounted for in the records. (Materiality level - 5% of total equipment or \$500, whichever is greater.)

**Findings:** *No findings identified.*

### Long-Term Debt

2. Schedule long-term debt and verify changes in all balances for the year.
3. Confirm loans, bonds, notes, and contracts payable with lender/trustee/contractor.
4. Determine that the appropriate debt service accounts have been established and maintained.

**Findings:** *No findings identified.*

### General

1. Determine that any items of financial significance were approved and documented in the minutes of the governing body's meetings.

**Findings:** *No findings identified.*

We were engaged by the Authority to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were 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 the accounting records. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the Authority, Arkansas Legislative Joint Auditing Committee and is not intended to be and should not be used by anyone other than those specified parties.

*Searcy & Associates LLC*

Monticello, Arkansas  
February 17, 2026

**SEARCY & ASSOCIATES, LLC**  
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To the Management and Board of Directors  
of Southeast Bradley County Water District Public Water Authority

We have compiled the accompanying Statement of Financial Position of Southeast Bradley County Water District Public Water Authority as of December 31, 2025, and the related statement of activities, cash flows, and functional expenses for the year then ended. We have not audited or reviewed the 2025 financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the accompanying financial statements of Southeast Bradley County Water District Public Water Authority, which comprise the statement of financial position as of December 31, 2025, and the related statements of activities and cash flows 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 assurance on these financial statements.

Our responsibility is to conduct the compilations in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.



Monticello, Arkansas  
February 17, 2026

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**STATEMENT OF NET POSITION**  
December 31, 2025 and 2024

	2025	2024
<u>Assets</u>		
<u>Current assets</u>		
Cash and cash equivalents	\$ 334,160	\$ 263,683
Accounts receivable (net)	59,074	54,145
Other assets	150	150
Total current assets	393,384	317,978
<u>Restricted cash and investments</u>		
Cash and cash equivalents	295,760	293,370
Total restricted cash and investments	295,760	293,370
<u>Fixed assets, net of accumulated depreciation</u>		
	4,141,764	4,309,824
Total assets	\$ 4,830,908	\$ 4,921,172
<u>Liabilities and Net Position</u>		
<u>Current liabilities</u>		
Accounts payable	\$ 200,774	\$ 200,774
Accrued sales tax	4,438	4,438
Deferred revenue	3,764	3,764
Other accrued expenses	4,925	4,925
Current portion of bonds payable	124,988	132,904
Total current liabilities	338,889	346,805
<u>Long term liabilities</u>		
Bonds payable, net of current amount	2,734,520	2,820,014
Customer deposits	84,320	81,930
Total long term liabilities	2,818,840	2,901,944
<u>Net position</u>		
Invested in capital assets, net of related debt	1,282,256	1,356,906
Restricted	211,440	211,440
Unrestricted	179,483	104,077
Total net position	1,673,179	1,672,423
Total liabilities and net position	\$ 4,830,908	\$ 4,921,172

The accompanying notes are an integral part of the financial statements.

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**

For the Years Ended December 31, 2025 and 2024

	2025	2024
<u>Operating revenues</u>		
Water sales	\$ 626,996	\$ 638,123
Connection charges and fees	17,720	24,253
Total operating revenue	644,716	662,376
 <u>Operating expenses</u>		
Plant operations and distribution	238,815	249,260
General and administrative	55,542	55,528
Depreciation	227,719	221,840
Total operating expenses	522,076	526,628
 Income / (loss) from operations	122,640	135,748
 <u>Other revenue / (expenses)</u>		
Interest income	1,436	1,050
Interest expense	(123,320)	(131,331)
Total other revenue / (expenses)	(121,884)	(130,281)
 <u>Excess (deficit) of revenues over expenses</u>	\$ 756	\$ 5,467
 <u>Net position, beginning of year</u>	\$ 1,672,423	\$ 1,666,956
Change in net invested in capital assets	(74,650)	(112,863)
Change in unrestricted assets	75,406	118,330
Change in net position	756	5,467
 <u>Net position, end of year</u>	\$ 1,673,179	\$ 1,672,423

The accompanying notes are an integral part of the financial statements.

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**STATEMENT OF CASH FLOWS (Continued)**

For the Years Ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
<u>Cash flows from operating activities</u>		
Cash received from customers	\$ 639,787	\$ 659,919
Payments for salaries and benefits	(130,126)	(126,139)
Payments for operating and administrative expenses	(164,231)	(178,649)
Net cash provided by (used for) operating activities	<u>345,430</u>	<u>355,131</u>
<u>Cash flows from investing activities</u>		
Purchase of property, plant and equipment	(59,659)	-
Interest income	1,436	1,050
Net cash provided by (used for) investing activities	<u>(58,223)</u>	<u>1,050</u>
<u>Cash flows from financing activities</u>		
Principal payments on debt	(93,410)	(108,977)
Interest payments	(123,320)	(131,331)
Change in customer deposits	2,390	3,405
Net cash provided by (used for) financing activities	<u>(214,340)</u>	<u>(236,903)</u>
<u>Change in cash and cash equivalents</u>	72,867	119,278
<u>Cash and cash equivalents, beginning of year</u>	<u>557,053</u>	<u>437,775</u>
<u>Cash and cash equivalents, end of year</u>	<u>\$ 629,920</u>	<u>\$ 557,053</u>
<u>Cash and cash equivalents</u>	\$ 334,160	\$ 263,683
<u>Restricted cash and cash equivalents</u>	295,760	293,370
	<u>\$ 629,920</u>	<u>\$ 557,053</u>

The accompanying notes are an integral part of the financial statements.

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**STATEMENT OF CASH FLOWS (Continued)**

For the Years Ended December 31, 2025 and 2024

	2025	2024
<u>Reconciliation of operating income to net cash from operating activities:</u>		
Operating income (loss)	\$ 122,640	\$ 135,748
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation	227,719	221,840
Changes in assets and liabilities:		
Accounts receivable	(4,929)	(2,457)
Total adjustments	222,790	219,383
Net cash provided by (used for) operating activities	\$ 345,430	\$ 355,131

The accompanying notes are an integral part of the financial statements.

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**NOTES TO THE FINANCIAL STATEMENTS**

December 31, 2025 and 2024

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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Financial Reporting Entity**

Southeast Bradley County Water District Public Water Authority (the “Authority”) has been designated a public water authority by the state of Arkansas. The Authority is operated by an independent board of directors for the purpose of distributing water to customers in the rural areas of Bradley County. The Authority has adopted the provisions of Statement 14 of the Governmental Accounting Standards Board (“GASB”) regarding the definition of the financial reporting entity. Accordingly, the accompanying financial statements include only the accounts and transactions of the Authority. Under the criteria specified in Statement No. 14, the Authority is not a component unit of another entity. The Authority is not financially accountable for any other organization.

**B. Basis of Accounting**

The financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred, regardless of the timing of the related cash flows.

Operating revenues and expenses are distinguished from other revenue (expense) items. Operating revenues and expenses generally result from providing services in connection with the principal ongoing operations of the Authority. All revenues and expenses not meeting this definition are reported as other revenues (expenses) but remain a major component of the overall revenues and expenses of the Authority.

In accordance with Governmental Accounting Standards Board (GASB) Statement Number 62, the Authority applies accounting standards in accordance with the Codification of Governmental Accounting and Financial Reporting Standards which incorporates applicable Financial Accounting Standards Board (FASB) and American Institute of Certified Public Accountants (AICPA) Pronouncements issued on or before November 30, 1989.

**D. Use of Estimate**

Management used estimates and assumptions in preparing these financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

**E. Assets, Liabilities, and Net Position**

Cash and Cash Equivalents

The Authority considers all highly liquid investments with an original maturity of three months or less when purchased to be cash and cash equivalents. For the purpose of financial reporting, all demand accounts, savings accounts, cash on hand, certificates of deposits, and money market accounts are considered to be cash and cash equivalents.

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
December 31, 2025 and 2024

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**NOTE 1 (continued)**

Accounts Receivable

Accounts receivable relate to water service billings and are shown net of an allowance for doubtful accounts. The allowance is based upon historical losses and a review of the past-due accounts. Credit extended to customers is generally uncollateralized. Accounts are due ten days after the billing date. Past-due accounts are charged a late fee penalty. Customers are required to make a deposit, and deposits can be offset against the receivable.

Fixed Assets

Fixed assets are recorded at cost, including interest incurred during the construction period. Contributed property is recorded at fair value at the date of contribution. Depreciation is recorded on each class of depreciable property utilizing the straight-line method over the estimated useful lives of the assets. The ranges of estimated useful lives are as follows:

Water Plant	20-40 years
Wells & Water Tanks	20-40 years
Buildings & Improvements	20-25 years
Vehicles & Equipment	5-10 years

The Authority's capitalization policy states that capital assets are defined as assets with an estimated useful life of greater than one year and over \$1,000.

Net Position Classifications

- Invested in capital assets, net of related debt – consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position – Consists of net assets with constraints placed on their use either by external groups such as creditors, grantors, contributors, or laws and regulations of other governments.
- Unrestricted net position – All other net assets that do not meet the definition of “invested in capital assets, net of related debt” or “restricted.”

**F. Date of Management's Review**

The Authority evaluated its December 31, 2025, financial statements for subsequent events through February 17, 2026, the date the financial statements were available to be issued. The Authority is not aware of any subsequent events which would require recognition or disclosure in the financial statements.

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**

December 31, 2025 and 2024

**NOTE 2 – LONG-TERM DEBT**

*USDA Note Payables*

1. Revenue bond payable to the USDA, due in monthly installments of \$6,874, interest at 4.5%.
2. Revenue bond payable to the USDA, due in monthly installments of \$6,495, interest at 4.5%.
3. Revenue bond payable to the USDA, due in monthly installments of \$1,028, interest at 3.6%.
4. Revenue bond payable to the USDA, due in monthly installments of \$1,624, interest at 4.4%.
5. Revenue bond payable to the USDA, due in monthly installments of \$1,588, interest at 3.3%.

*Commercial Bank & Trust Note Payables*

Note 1 to Commercial Bank & Trust that in monthly installment payments of \$500.00. The note has an interest rate of 3.50%, and is due on August 12, 2028. The note is secured by the pledge of a bank deposit.

Note 2 to Commercial Bank & Trust that in monthly installment payments of \$674.70. The note has an interest rate of 4.00% and is due on March 17, 2029. The note is secured by the pledge of a bank deposit.

*Warren Bank & Trust Note Payable*

Warren Bank & Trust note due in monthly installments of \$1,500, with an interest rate of 4%. The note includes a balloon payment due on December 15, 2029, of \$250,000. The note is secured by real estate.

Changes in long term debt for the years ended December 31, 2025 and 2024 are as follows:

	Balance December 31, 2023	Increases	Decreases	Balance December 31, 2024	Amounts Due Within One Year
1998 USDA	\$880,954	\$ -	\$ (43,742)	\$ 837,212	\$ 45,749
2004 USDA	1,025,607	-	(32,454)	993,153	33,942
2008 USDA	293,157	-	(6,798)	286,359	7,101
2008 USDA	200,360	-	(5,158)	195,202	5,348
2010 USDA	338,074	-	(8,190)	329,884	8,460
Commercial Bank & Trust 1	30,931	-	(5,330)	25,601	25,601
Warren Bank & Trust	292,812	-	(7,305)	285,507	6,703
	<u>\$ 3,061,895</u>	<u>\$ -</u>	<u>\$ (108,977)</u>	<u>\$ 2,952,918</u>	<u>\$ 132,904</u>
	Balance December 31, 2024	Increases	Decreases	Balance December 31, 2025	Amounts Due Within One Year
1998 USDA	\$ 837,212	\$ -	\$ (45,752)	\$ 791,460	\$ 47,851
2004 USDA	993,153	-	(33,945)	959,208	35,502
2008 USDA	286,359	-	(7,102)	279,257	7,418
2008 USDA	195,202	-	(5,349)	189,853	5,545
2010 USDA	329,884	-	(8,460)	321,424	8,739
Commercial Bank & Trust 1	25,601	-	(10,502)	15,099	5,706
Commercial Bank & Trust 2	-	29,878	(5,476)	24,402	7,252
Warren Bank & Trust	285,507	-	(6,702)	278,805	6,975
	<u>\$ 2,952,918</u>	<u>\$ 29,878</u>	<u>\$ (123,288)</u>	<u>\$ 2,859,508</u>	<u>\$ 124,988</u>

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**

December 31, 2025 and 2024

**NOTE 2 (continued)**

Annual debt service requirements to maturity based on current interest rates for long-term debt are as follows for the year ending:

Year Ending December 31,	Principal	Interest	Total
2026	\$ 124,988	\$ 118,416	\$ 243,404
2027	130,357	113,048	243,405
2028	133,530	107,454	240,984
2029	377,409	101,812	479,221
2030	124,951	86,357	211,308
2031-2035	713,004	343,536	1,056,540
2036-2040	675,995	181,277	857,272
2041-2045	421,531	64,170	485,701
2046-2050	157,743	10,287	168,030
	<u>\$2,859,508</u>	<u>\$1,126,357</u>	<u>\$3,985,865</u>

**NOTE 3 – CERTIFICATES OF DEPOSIT AND INVESTMENTS**

Arkansas Code Annotated 19-1-501 outlines the eligible investments allowed by a municipality along with Certificates of Deposits when secured in compliance with Arkansas Code 19-8-202. Deposits in excess of Federal Deposit Insurance (FDIC) are required to be secured by qualified pledged securities allowed by the Code to mitigate custodial credit risk. Custodial credit risk is the risk that in the event of a bank failure a government’s deposits may not be returned to it.

The schedule below is designed to disclose the level of custodial credit risk assumed by the Authority based upon how its deposits were insured or secured by pledged securities, or unsecured at December 31, 2024.

Category 1 – Insured FDIC or secured with securities held by the Authority (or public trust) or by its agent in its name.

Category 2 – Uninsured but collateralized with securities held by the pledging financial institutions’ trust department in the Authority’s name.

Category 3 – Unsecured and uncollateralized, or collateralized with securities held by the pledging institution, or by its trust department or agent in the Authority’s name or collateralized with no written or approved collateralized agreement.

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**

December 31, 2025 and 2024

**NOTE 3 – (continued)**

The level of Security for the Authority’s bank deposits are as follows:

2025				
	Total	Category 1	Category 2	Category 3
Depository				
Bank A	\$ 195,151	\$ 195,151	\$ -	\$ -
Bank B	436,381	250,000	186,381	-
Total	\$ 631,532	\$ 445,151	\$ 186,381	\$ -

  

2024				
	Total	Category 1	Category 2	Category 3
Depository				
Bank A	\$ 169,649	\$ 169,649	\$ -	\$ -
Bank B	388,035	250,000	138,035	-
Total	\$ 557,684	\$ 419,649	\$ 138,035	\$ -

The amounts shown are bank ledger balances of the referenced bank’s deposits and may differ from the Authority’s general ledger balances.

The Authority has certain amounts of its cash accounts restricted at December 31, 2024 as follows:

	2025	2024
Meter deposits	\$ 84,320	\$ 81,930
Debt Service Reserve - 1998 USDA	82,440	82,440
Debt Service Reserve - 2004 USDA	78,000	78,000
Debt Service Reserve - 2008 USDA	19,560	19,560
Debt Service Reserve - 2008 USDA	12,360	12,360
Debt Service Reserve - 2010 USDA	19,080	19,080
Total restricted cash & investments	\$ 295,760	\$ 293,370

Customers’ meter deposits are restricted for the use of refunding a departing customers’ refund upon leaving the Authority or for offsetting any amounts owed by the customer upon departure.

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**

December 31, 2025 and 2024

**NOTE 4 – CHANGES IN FIXED ASSETS**

Changes in fixed assets for the years ended December 31, 2025 and 2024 are as follows:

	Balance December 31, 2023	Transfers	Additions	Disposals	Balance December 31, 2024
Land	\$ 17,200	\$ -	\$ -	\$ -	\$ 17,200
Buildings & improvements	489,827	-	-	-	489,827
Machinery & equipment	45,456	-	-	-	45,456
Water system	7,850,140	-	-	-	7,850,140
	<u>8,402,623</u>	-	-	-	<u>8,402,623</u>
Accumulated depreciation	(3,870,959)	-	(221,840)	-	(4,092,799)
	<u>\$ 4,531,664</u>	<u>\$ -</u>	<u>\$ (221,840)</u>	<u>\$ -</u>	<u>\$ 4,309,824</u>

  

	Balance December 31, 2024	Transfers	Additions	Disposals	Balance December 31, 2025
Land	\$ 17,200	\$ -	\$ -	\$ -	\$ 17,200
Buildings & improvements	489,827	-	-	-	489,827
Machinery & equipment	45,456	-	59,659	-	105,115
Water system	7,850,140	-	-	-	7,850,140
	<u>8,402,623</u>	-	59,659	-	<u>8,462,282</u>
Accumulated depreciation	(4,092,799)	-	(227,719)	-	(4,320,518)
	<u>\$ 4,309,824</u>	<u>\$ -</u>	<u>\$ (168,060)</u>	<u>\$ -</u>	<u>\$ 4,141,764</u>

**NOTE 5 – RISK MANAGEMENT**

The Authority is exposed to various risks of loss related to theft of, damage to, and destruction of assets, errors and omissions, and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

**NOTE 6 – DEPARTURE FROM GENERALLY ACCEPTED ACCOUNTING PROCEDURES**

Management has elected to omit the Budget to Actual Comparison and the Management Discussion and Analysis of the Authority from the financial statements which are required by GAAP.

**SUPPLEMENTARY INFORMATION**

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**SCHEDULE OF OPERATING EXPENSES**

For the Years Ended December 31, 2025 and 2024

	2025	2024
<u>Plant operations and distributions</u>		
Salaries and wages	\$ 99,259	\$ 95,850
Payroll taxes	4,842	5,062
Repairs and maintenance	24,719	15,370
Utilities	25,513	23,740
Insurance	14,950	12,185
License, permits, fees	7,852	6,274
Contract labor	17,086	16,427
Operating supplies	43,877	73,762
Water purchases	717	590
Total plant operations and distributions	238,815	249,260
 <u>General and administrative</u>		
Salaries and wages	24,815	23,962
Payroll taxes	1,210	1,265
Office supplies	12,280	14,187
Professional fees	6,931	5,535
Communication	4,079	3,971
Travel expenses	5,867	6,506
Other expenses	344	52
Bad debt	16	50
Total general and administrative	55,542	55,528
 <u>Depreciation</u>	227,719	221,840
 Total operating expenses	\$ 522,076	\$ 526,628

See Independent Accountant's Compilation Report.

**SOUTHEAST BRADLEY COUNTY WATER DISTRICT PUBLIC WATER AUTHORITY**  
**SCHEDULE OF SYSTEM INFORMATION**

For the Years Ended December 31, 2025 and 2024

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Number of Water Users	1,098
Annual billable gallons of water	43,711,608
Date of last rate study:	July 11, 2025
Next required date:	July 11, 2030
Met the Board/Council training requirements:	Yes

Debt Service Coverage Ratio (1.05 minimum required)

Net Income (loss)	\$ 756
Add: Depreciation	227,719
Add: Interest expense	123,320
Add: Non operating expense	-
Add: GASB 68 pension expense adjustment	-
Subtract: Interest income	(1,436)
Subtract: Non operating income	-
	<hr/>
Total	\$ 350,359
Divided by next year principal & interest	<hr/> \$ 243,404
	<hr/>
Debt service coverage ratio	<hr/> <hr/> 1.44

Free Cash Flow Determination

Total unrestricted cash	\$ 334,160
One twelfth of total expenses	<hr/> (53,783)
	<hr/>
Excess / (deficient) cash	<hr/> <hr/> \$ 280,377

See Independent Accountant's Compilation Report.