

**MENIFEE MUNICIPAL WATERWORKS
COMPONENT UNIT OF
THE TOWN OF MENIFEE, ARKANSAS
BASIC FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2022**

MENIFEE MUNICIPAL WATERWORKS
COMPONENT UNIT OF THE TOWN OF MENIFEE
DECEMBER 31, 2022

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Independent Auditor's Report

To the Mayor and City Council
Menifee Municipal Waterworks
Town of Menifee, Arkansas

Opinion

We have audited the accompanying financial statements of Menifee Municipal Waterworks, which is a component unit of The Town of Menifee, Arkansas, as of and for the year ended December 31, 2022 and the related notes to the financial statements which collectively comprise Menifee Municipal Waterwork's basic financial statements as listed in the table of contents statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Menifee Municipal Waterworks as of December 31, 2022, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our 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. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of Menifee Municipal Waterworks, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility 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.

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 Menifee Municipal Waterworks' ability to continue as a going concern for a reasonable period of time.

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our opinion.

Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America 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 could influence the judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- 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 Menifee Municipal Waterworks' 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 our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Menifee Municipal Waterworks' ability to continue as a going concern for a reasonable period of time.

We are 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 we identified during the audit.

Required Supplementary Information

Management has omitted the Management's Discussion and Analysis (MD&A). Accounting principles generally accepted in the United States of America require the MD&A to supplement the basic financial statements. This information, although not part of the basic financial statements, is considered essential for providing context to the financial statements by the Governmental Accounting Standards Board. The auditor's opinion on the basic financial statements is not affected by this omission.

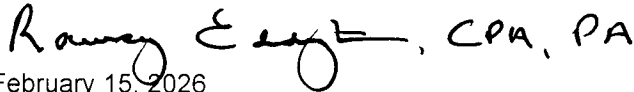
Other Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information on pages 15 through 20 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements.

The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 15, 2026 on our consideration of Menifee Municipal Waterworks' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 Menifee Municipal Waterwork's internal control over financial reporting and compliance.

 Ramsey Eddington, CPA, PA

February 15, 2026

Ramsey Eddington, CPA, PA

MENIFEE MUNICIPAL WATERWORKS
TOWN OF MENIFEE, ARKANSAS
 Statement of Net Position
 December 31, 2022

ASSETS	
Current Assets:	
Cash	\$ 36,019
Receivables (net of allowance for uncollectible)	16,104
Accrued utility revenue	3,487
Total Current Assets	<u>55,610</u>
Non-Current Assets:	
Restricted cash	53,582
Capital assets, net of accumulated depreciation	480,043
Total Non-Current Assets	<u>533,625</u>
Total Assets	<u><u>589,235</u></u>
LIABILITIES	
Current Liabilities:	
Accounts payable	5,396
Payroll taxes	1,253
Sales taxes payable	1,142
Accrued liabilities	21,268
Due to other funds	14,110
Customer meter deposits	11,450
Total Current Liabilities	<u>54,619</u>
Non-Current Liabilities:	
Long-term debt	216,437
Total Non-Current Liabilities	<u>216,437</u>
Total Liabilities	<u>271,056</u>
NET POSITION	
Investment in capital assets, net of related debt	262,338
Unrestricted	23,819
Temporarily restricted	32,022
Total Net Position	<u>318,179</u>
Total Liabilities and Net Position	<u><u>\$ 589,235</u></u>

The notes to financial statements are an integral part of this statement.

MENIFEE MUNICIPAL WATERWORKS
 TOWN OF MENIFEE, ARKANSAS
 Statements of Revenues, Expenses and Changes In Net Assets
 Year Ended December 31, 2022

Operating Revenues:	
Water sales	\$ 100,160
Late fees	5,521
Service charges and fees	4,200
Total Operating Revenue	109,881
Operating Expenses:	
Advertising and printing	652
Audit	8,400
Dues and fees	1,872
Depreciation	25,654
Insurance	4,312
Officer expense	794
Payroll taxes	2,735
Postage	1,060
Repairs and maintenance	843
Salaries and wages	34,705
Travel and transportation	1,702
Utilities and telephone	2,340
Water purchases	39,733
Water supplies	5,055
Total Operating Expenses	129,857
Operating Income (Loss)	(19,976)
Non-Operating Revenues (Expense):	
Interest income	4
Interest expense	(8,889)
Net Non-Operating Revenues (Expense)	(8,885)
Change In Net Position	(28,861)
Net Position - Beginning of Year	350,209
Transfers From General Fund	6,831
Net Position - End of Year	\$ 328,179

The notes to financial statements are an integral part of this statement.

MENIFEE MUNICIPAL WATERWORKS
TOWN OF MENIFEE, ARKANSAS
Statement of Cash Flows
Year Ended December 31, 2022

Cash Flows From Operating Activities	
Change In Net Assets	\$ (28,861)
Adjustments to Reconcile Change in Net Assets To Net Cash Provided By Operating Activities:	
Depreciation	25,654
(Increase) decrease in:	
Accounts receivable	(539)
Accrued utility revenue	(224)
Restricted assets	(6,012)
Increase (decrease) in:	
Accounts payable	2,702
Taxes payable	276
Accrued expenses	4,882
Due to other funds	2,342
Customer meter deposits	450
	670
Net Cash Provided By Operating Activities	670
Cash Flows From Financing Activities	
Payments on long term debt	(9,515)
Transfers from general fund	6,831
	(2,684)
Net Cash Flows From Financing Activities	(2,684)
Net Change In Cash and Cash Equivalents	(2,014)
Cash and Cash Equivalents, beginning of year	38,033
	38,033
Cash and Cash Equivalents, end of year	\$ 36,019
 SUPPLEMENTAL CASH FLOWS DISCLOSURE	
Cash paid during the year for interest	\$ 9,909

The notes to financial statements are an integral part of this statement.

MENIFEE MUNICIPAL WATERWORKS
COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
Notes to Financial Statements
DECEMBER 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations and Reporting Entity

The Meniffee Municipal Waterworks (the Utility) is a component unit of the Town of Meniffee, Arkansas. The Utility is governed by and operates under the authority of the Meniffee City Council. The Utility provides water service to approximately 204 customers of the Town of Meniffee and adjacent areas. The utility is included in the Town of Meniffee's financial statements.

Basis of Accounting

The financial statements of the Utility have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to enterprise funds of government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principals.

The Utility uses the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of cash flows.

The Utility is accounted for as an enterprise Fund. Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Enterprise funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and products and delivering goods in connection with the enterprise fund's ongoing operations. The principal operating revenues of the Utility are charges to customers for sales and services. Operating expenses for the Utility include the cost of sales and services, administrative expenses, and depreciation. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates

Deposits and Investments

Cash includes cash on hand, deposit accounts, and money market accounts. Investments are reported at fair value. Short-term investments, such as certificates of deposit (CD's) and debt securities with a maturity date of less than one year, are recorded at cost, which approximates fair value. The Utility classifies all certificates of deposits as investments in its statement of net position.

MENIFEE MUNICIPAL WATERWORKS
COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
Notes to Financial Statements
DECEMBER 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

For purposes of the statement of cash flows, cash in bank, money market and saving accounts are considered cash and cash equivalents.

Receivables/Payables

Accounts receivables are shown net of allowance for uncollectible receivables of \$229. Accounts payable are the obligations incurred by the Utility during its operations that remain due at year end which are to be paid with current resources.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure (water lines), are stated at cost and the related depreciation is charged as an expense against operations. Capital assets are defined by the Utility as assets with an initial and an individual cost of more than \$1,000. The Utility records depreciation using the straight-line method of depreciation useful lives of 5 to 40 years for building and other improvements, and 2 to 15 years for machinery and equipment.

Long-Term Debt and Costs

Long-term obligations are reported net of any applicable premiums or discounts. Premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Debt issuance costs, including underwriter fees, are reported as period costs when incurred.

Classification on Net Position

Net Position is classified into the following components:

Invested in capital asset – This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – This component of net position consists of constraints imposed by creditors (such as through debt covenants), grantors, contributors, or others external to the Utility.

Unrestricted – This component of net position consists of the remaining assets less remaining liabilities that do not meet the definition of invested in capital assets or restricted.

NOTE 2 – RESTRICTED CASH

Under the terms of loan agreements, certain restricted funds must be maintained. Restricted funds at December 31, 2022 were as follows:

MENIFEE MUNICIPAL WATERWORKS
 COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
 Notes to Financial Statements
 DECEMBER 31, 2022

NOTE 2 – RESTRICTED CASH (Continued)

USDA-RD Reserve Funds:	
Bond Fund	\$ 6,711
Depreciation Fund	9,049
Debt Service Fund	21,262
Other Restricted Assets:	
Customer Meter Deposits	<u>16,262</u>
Total Restricted Funds	<u>\$ 53,582</u>

USDA-RD bond fund was created for the purpose of providing funds for the payment of the principal and interest on the USDA-RD loans if the required monthly principal and interest payments to USDA-RD are insufficient at any time. USDA-RD depreciation fund was created to provide funds for the cost of necessary replacement, repairs or extensions to the water system.

Customer deposits are deposits made by the customer when meters are installed for their use.

NOTE 3 – PUBLIC FUNDS: DEPOSITS WITH FINANCIAL INSTITUTIONS

As required by law, all funds are deposited in approved banks. The deposited funds are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. At December 31, 2022 there were no unsecured deposits.

NOTE 4 – CREDIT RISK

The Utility serves primarily residential customers, which in general tend to have small balances due at any given time. Historically, delinquent customer balances owed to the Utility have not been significant to the financial statements.

NOTE 5 – LONG-TERM DEBT OBLIGATIONS

A summary of long-term debt is as follows:

	<u>Balance</u> <u>12/31/21</u>	<u>Decrease</u>	<u>Balance</u> <u>12/31/22</u>
REVENUE BONDS:			
USDA 91-02	\$ 32,333	\$ 4,694	\$ 27,639
USDA 91-07	<u>164,103</u>	<u>3,938</u>	<u>160,165</u>
Total Revenue Bonds	196,436	8,632	187,804
NOTE PAYABLE			
ARNC 6-1-06	<u>30,025</u>	<u>1,392</u>	<u>28,633</u>
Total Bonds and Notes Payable	<u>\$ 226,461</u>	<u>\$ 10,024</u>	<u>\$ 216,437</u>

MENIFEE MUNICIPAL WATERWORKS
 COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
 Notes to Financial Statements
 DECEMBER 31, 2022

NOTE 5 – LONG-TERM DEBT OBLIGATIONS (Continued)

The USDA bonds are payable solely from net revenues. These issues also contain covenants that must be met prior to the issuance of any other revenue bonds on parity with those then outstanding. Interest rates and maturity dates are presented in the supplemental information.

The 2006 note payable to Arkansas Natural Resource Commission is a twenty-year deferred loan with both principal and interest payments commencing on June 1, 2017. The annual payment is \$2,893.

The aggregate maturities of outstanding debt as of December 31, 2022, are as follows:

2022	\$ 10,503
2023	11,007
2024	11,535
2025	12,089
2026	12,668
Thereafter	<u>158,635</u>
	<u>\$ 216,437</u>

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the years ended December 31, 2022 was as follows:

	Balance at 12/31/21	Additions	Deletions/ Transfers	Balance at 12/31/22
Office Equipment	\$ 10,385	\$ -	-	\$ 10,385
Other Equipment	7,593	-	-	7,593
Vehicle	10,000	-	-	10,000
Water system	<u>1,105,665</u>	-	-	<u>1,105,665</u>
	1,133,643	-	-	1,133,643
Accumulated depreciation	<u>(627,946)</u>	<u>(25,654)</u>	-	<u>(653,600)</u>
Total capital assets, net of accumulated depreciation	<u>\$ 505,697</u>	<u>\$ (25,654)</u>	<u>\$ -</u>	<u>\$ 480,043</u>

NOTE 7 – RISK MANAGEMENT

The Utility is exposed to various risks of loss related to damage to and destruction of assets and commercial crime for which the utility carries commercial insurance.

MENIFEE MUNICIPAL WATERWORKS
COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
Notes to Financial Statements
DECEMBER 31, 2022

NOTE 7 – RISK MANAGEMENT (Continued)

The Utility participates in the Municipal League Defense Program (MLDP). The MLDP is an optional program whereby participating municipalities can pool their resources and provide legal defense, expenses, and damages in suits against the utility's officials Commission members, and employees.

The Utility also holds vehicle insurance under an insured plan of the Arkansas Municipal League. The Municipal Vehicle Program is an optimal program whereby participating municipalities can pool their resources and provide liability protection on their vehicles. Contributions are made by members and the funds are deposited in a trust account managed by the Arkansas Municipal League and used to pay claims. The Utility provides workers' compensation benefits under an insured plan of the Municipal League Worker's Compensation Trust.

There have been no significant reductions in insurance coverage in the major categories of risk from that of the prior year.

NOTE 8 – SUBSEQUENT EVENTS

Subsequent were evaluated through February 15, 2026, the date the financial statements were available to be issued. Management concluded that no other subsequent events have occurred that would require recognition or disclosure in the financial statements.

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CERTIFIED PUBLIC ACCOUNTANT

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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

To the Mayor and City Council
Menifee Municipal Waterworks
Menifee, Arkansas

We have audited, 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, the financial statements of Menifee Municipal Waterworks, a component unit of the Town of Menifee, Arkansas, as of and for the year ended December 31, 2022, and the related notes to the financial statements, and have issued our report thereon dated February 15, 2026.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Menifee Municipal Waterworks' internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Menifee Municipal Waterworks' internal control. Accordingly, we do not express an opinion on the effectiveness of the Menifee Municipal Waterworks' internal control.

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 a 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.


Our 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 our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Menifee Municipal Waterworks' financial statements are free of material misstatement, we 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards*, and which is described in the accompanying schedule of findings as item 2022-01 to be a material weakness.

Purpose of this Report

The purpose of this report is solely to describe the scope of our 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.

 Ramsey Eddington, CPA, PA

February 15, 2026

Ramsey Eddington, CPA, PA

MENIFEE MUNICIPAL WATERWORKS
COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
Schedule of Findings
December 31, 2022

2022-01 – Material Weakness – Compliance

Condition: Failure to comply state audit submission requirement.

Criteria: Municipalities are required to submit audits of their water and sewer system to the state within 18 months after their fiscal year end date.

Cause and Effect: Internal controls related to adherence to reporting requirements appear to be weak, and in need of revisions. Failure to submit the audit within the 18-month period can result in the state withholding aid funding, also known as “turnback” funds.

Recommendation: The auditor recommend that management strengthen its internal controls and become well familiar with, and adhere to, all requirements of state reporting requirements.

Responsible Official's Comments and Plan of Action: The Utility will strengthen its Internal controls related to reporting requirements.

This was also a finding during the 2021 audit.

MENIFEE MUNICIPAL WATERWORKS
TOWN OF MENIFEE, ARKANSAS
Statement of Revenues and Expenses - Actual versus Budget
For The Year Ended December 31, 2022

	Actual	Budget
Operating Revenues:		
Water sales	\$ 100,160	\$ 100,000
Service charges	4,200	2,060
Late fees	5,521	7,500
Total Operating Revenue	109,881	109,560
Operating Expenses:		
Advertising and printing	652	700
Audit	8,400	6,200
Dues and fees	1,872	2,300
Depreciation	25,654	25,654
Insurance	4,312	4,413
Office and administrative expense	794	1,800
Payroll taxes	2,735	2,800
Postage	1,060	1,060
Repairs and maintenance	843	9,044
Salaries and wages	34,705	39,301
Travel and transportation	1,702	2,500
Utilities and telephone	2,340	5,200
Water purchases	39,733	37,030
Water supplies	5,055	9,044
Total Operating Expenses	129,857	147,046
Operating income (loss)	(19,976)	(37,486)
Non-Operating Revenues (Expense):		
Interest income	4	-
Interest expense	(8,889)	(9,000)
Net Non-Operating Revenues (Expense)	(8,885)	(9,000)
Change In Net Assets	\$ (28,861)	\$ (46,486)

See auditors' report

SUPPLEMENTARY INFORMATION

MENIFEE MUNICIPAL WATERWORKS
 COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
 Schedule of Principal and Interest Payments
 Revenue Bonds, USDA 91-02
 DECEMBER 31, 2022

	Principal	Interest	Total Payment
2023	\$ 4,934	\$ 1,270	\$ 6,204
2024	5,187	1,017	6,204
2025	5,452	752	6,204
2026	5,731	473	6,204
2027	6,024	180	6,204
2028	311	-	311
	\$ 27,639	\$ 3,694	\$ 34,023

Dated May 23, 1988
 Interest rate, 5.00%
 Monthly payments, \$517
 Payable to USDA

See independent auditors' report and notes to financial statements.

MENIFEE MUNICIPAL WATERWORKS
 COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
 Schedule of Principal and Interest Payments
 Revenue Bonds, USDA 91-07
 DECEMBER 31, 2022

	Principal	Interest	Total Payment
2023	\$ 4,108	\$ 6,728	\$ 10,836
2024	4,286	6,550	10,836
2025	4,472	6,364	10,836
2026	4,666	6,170	10,836
2027	4,868	5,968	10,836
2028	5,079	5,757	10,836
2029	5,299	5,537	10,836
2030	5,529	5,307	10,836
2031	5,769	5,067	10,836
2032	6,019	4,817	10,836
2033	6,279	4,557	10,836
2034	6,551	4,285	10,836
2035	6,835	4,001	10,836
2036	7,132	3,704	10,836
2037	7,441	3,395	10,836
2038	7,763	3,073	10,836
2039	8,100	2,736	10,836
2040	8,451	2,385	10,836
2041	8,817	2,019	10,836
2042	9,199	1,637	10,836
2043	9,598	1,238	10,836
2044	10,014	822	10,836
2045	10,447	389	10,836
2046	3,440	30	3,470
	<u>\$ 164,103</u>	<u>\$ 99,432</u>	<u>\$ 263,535</u>

Dated May 3, 2006
 Interest rate, 4.25%
 Monthly payments, \$903
 Payable to USDA

See independent auditors' report and notes to financial statements.

MENIFEE MUNICIPAL WATERWORKS
 COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
 Schedule of Principal and Interest Payments
 Note Payable ANRC
 DECEMBER 31, 2022

	Principal	Interest	Total Payment
2023	\$ 1,461	\$ 1,432	\$ 2,893
2024	1,534	1,359	2,893
2025	1,611	1,282	2,893
2026	1,692	1,201	2,893
2027	1,776	1,117	2,893
2028	1,865	1,028	2,893
2029	1,958	935	2,893
2030	2,056	837	2,893
2031	2,159	734	2,893
2032	2,267	626	2,893
2033	2,380	513	2,893
2034	2,499	394	2,893
2035	2,624	269	2,893
2036	2,748	137	2,890
	\$ 28,633	\$ 11,862	\$ 40,495

Dated June 01, 2006
 Interest rate, 5.0%
 Annual payments, \$2,893
 Payable to ANRC

See independent auditors' report and notes to financial statements.

MENIFEE MUNICIPAL WATERWORKS
 COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
 Department Data
 DECEMBER 31, 2022

SCHEDULE OF RATES CHARGED:

	City Limits	Outside City Limits
<u>3/4 Inch or Smaller Meters</u>		
0 to 1,000 gallons	\$ 22.50 minimum	\$ 24.00 minimum
Next 4,000 gallons	3.00 per 1,000 gallons	3.00 per 1,000 gallons
All over 5,000 gallons	1.75 per 1,000 gallons	1.75 per 1,000 gallons
<u>1 Inch Water Meters</u>		
1 to 20,000 gallons	\$ 77.25 minimum	\$ 82.25 minimum
Next 10,000 gallons	3.75 per 1,000 gallons	3.75 per 1,000 gallons
All over 30,000 gallons	2.50 per 1,000 gallons	2.50 per 1,000 gallons
<u>2 Inch Water Meters or Larger</u>		
0 to 25,000 gallons	\$ 92.75 minimum	\$ 102.25 minimum
Next 10,000 gallons	3.75 per 1,000 gallons	3.75 per 1,000 gallons
All over 35,000 gallons	2.50 per 1,000 gallons	2.50 per 1,000 gallons
<u>Special Rate - Small Business with 3/4 Inch Water Meters</u>		
1 to 1,000 gallons	\$ 26.75 minimum	\$ 27.75 minimum
Next 4,000 gallons	3.50 per 1,000 gallons	3.50 per 1,000 gallons
All over 5,000 gallons	2.25 per 1,000 gallons	2.25 per 1,000 gallons

GROSS REVENUE RECEIVED:

Gross Water Revenue	\$ 100,160
Number of Connections	204
Number of Gallons Bought	22,091,000
Number of Gallons Sold	17,234,030

MENIFEE MUNICIPAL WATERWORKS
COMPONENT UNIT OF THE TOWN OF MENIFEE, ARKANSAS
Department Data
DECEMBER 31, 2022

NAMES AND TITLES OF DIRECTORS:

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Gary L. Green	Mayor	12-31-22
Pamela Coleman	Recorder/Treasurer	12-31-22
Ronnie Williams	Alderman	12-31-22
Derrick Hammond	Alderman	12-31-22
Rita Davis	Alderman	12-31-22
Terry Coleman	Alderman	12-31-22
Stanley Morris	Alderman	12-31-22

INSURANCE COVERAGE:

1. Commercial Package

Waterworks operation - \$1,160,000

Insurer – Arkansas Municipal League

Expiration date: 02-17-2023

2. Bonding for elected, appointed or hired

Municipal officials and employees - \$300,000 Per Occurrence

Insurer – Arkansas Fidelity Bond Trust Fund Coverage

Expiration date: 06-30-2023

3. Municipal Vehicle Program

1997 Ford Ranger - \$9,000

Insurer – Arkansas Municipal League

Expiration date 02-17-2023