ROGERS WATERWORKS AND SEWER COMMISSION MEETING AGENDA
OCTOBER 17, 2022
4:00 PM

AGENDA

CALL TO ORDER:

1. Staff Announcements

ACTION ON MINUTES:

1. September 19, 2022 Water & Sewer Commission Minutes

REPORTS:

1. RWU Annual Audit Report - John Evans
2. Financial Reports - J. Lattin
3. IT Report - J. Roegner
4. Operations Report - J. Lunsford
5. Rogers Pollution Control Reports - T. Beaver

NEW BUSINESS:

1. Motion to Approve Amendment to Contract with Hawkins-Weir/Black & Veatch for RPCF Solids Handling Project
2. Motion to Approve Design Contract with Crafton Tull Engineers for Blossom Way Sewer Design

ADJOURN:

Rogers Waterworks and Sewer Commission

September 19, 2022

Minutes

The Rogers Waterworks and Sewer Commission held its scheduled meeting at 4:00 PM Monday, September 19, 2022 in the Rogers Administration Building located at 601 S 2nd Street. Present were Commissioners Roger Surly, Travis Greene, Kathy McClure, Mike Watkins and Peter Farmer. Rogers Water Utilities staff present were Todd Beaver, Dana Daniel, Jennifer Lattin, Johnny Lunsford, Brian Sartain, Jerry Roegner, Stephen Ponder, Aaron Short, Tony Kinion, Matt Savell, Debbie Putnam, Mark Landis and Donna Wilson. Others in attendance were Robert Frazier of the Frazier Law Firm. Chairman Watkins called the meeting to order at 4:00PM.

Commissioner McClure made a motion, seconded by Roger Surly to approve the minutes from the August 22, 2022 meeting as submitted. All in favor, motion carried.

Chairman Watkins recognized Jennifer Lattin for the Financial Reports. Jennifer stated that she did not have the full reports completed due to our ongoing software conversion/implementation but would send them immediately upon completion. Revenues were up due to the very dry weather. Water revenues were up over $500,000 and sewer revenues were up over $300,000. She stated that we experienced very favorable numbers for the month of August. She also gave an update on the software implementation with Tyler Technologies and some of the obstacles RWU has been facing during this implementation.

Chairman Watkins recognized Brian Sartain to present the Engineering Report. Plan review had 39 total reviews for August and 10 new projects. We continue to see higher density projects. Travis Greene asked where the Blue Barn project was located, and Brian replied that it was a City parks project just down the street on 2nd. Brian then went over the smoke testing report from the first street corridor. During the testing, RWU found 145 defects, only 8 were on the public side. Most were broken/missing caps on cleanouts and a couple of downspout connections. An estimated 600gpm of inflow and infiltration can be eliminated by repairing these defects. Further discussion continued on what methods are available to RWU to deal with repairing defects on private property. RWU will follow up on the possible remedies and report in the future. Brian then gave an update on several of our ongoing projects and how they are coordinated with our Wastewater Master Plan.

Chairman Watkins recognized Todd Beaver to present the RPCF reports. Plant treatment struggled when they had to shut down one of the trains to replace a piece of equipment that had been backordered, but all limits were met. Amber is doing a good job with the FOG inspections and the identification of broken grease interceptors. Train II is back in service and doing well after cleaning out of all off-spec sludge dryer material. Street department and RWU Field Operations helped with this process. Metal tipping dumpsters with lids will be utilized to handle this material from now on. Todd stated that two of the three selected and approved bidders for hauling solids were now in operation, with the third awaiting approval from the AR Secretary of State to do business in AR. We received 3.9 inches of rain over 7 events resulting in 60.2 million gallons of of inflow and infiltration treated.

Chairman Watkins recognized Brent Dobler to present Resolution 22-27 A Resolution Regarding Remedies and Fees for Unauthorized Use of Water. The largest tamper fee increase deals with homebuilders and their subcontractors. We have noticed an increase in subcontractors using "jumpers" or taking meters from other homes under construction to provide water at a jobsite. This can result in a high hazard cross connection and put public safety at risk. The fee for a commercial "tamper" including the above is to be raised from $50 to $500 and builders will ultimately be responsible for their subcontractors adherence to safe water practices on a jobsite. Roger Surly commented that we send out this info to the homebuilders.

Dobler also presented Resolution 22-28 A Resolution Requiring and Encroachment Agreement When an Encroachment is Allowed to Remain on a Utility Easement. Dobler explained that when we are made aware of an encroachment situation during a change in ownership or other circumstances, RWU prefers to have an agreement in place before any potential main break requires RWU to demolish a masonry or other permanent structure in an easement. This Resolution requires that an agreement be signed before water service is provided. Roger Surly asked whether this agreement would run with the land, and Robert Frazier answered that yes it would and would be filed and recorded with the title. Commissioner Surly made a motion, seconded by McClure, Resolution 22-28 passed unanimously.

Chairman Watkins recognized Dana Daniel to present Resolution 22-29 Amending the Employee Policy for the Rogers Water Utilities concerning Information Technology polices such as new hire passwords, technology agreements, and remote access policies. Travis Greene made a motion, Roger Surly seconded. Resolution 22-29 passed unanimously.

Chairman Watkins recognized Brent Dobler to present Resolution 22-30 Disposal of IT Equipment. Dobler state that we would prefer to do this on a more regular basis to cut down on the amount of obsolete equipment taking up space in the office. Roger Surly asked where we would dispose of the material, and Debbie Putnam responded that we would take it to ESCO recycling. Surly made a motion, McClure seconded, Resolution 22-30 passed unanimously.

Chairman Watkins recognized Brian Sartain to discuss improvements to Centennial Park sanitary sewer. Brian explained that RWU received only one bid and it was from Nabholz. Although the unit price was high, the risks are also high and we have an agreement to value engineer the project for savings. Brain made a motion to accept the bid for $115,038.72 for the reimbursement of utility costs to the City of Rogers. Roger Surly asked what the engineer's estimate was, and Brian replied that although we had requested this, we had not received that information at this time. Surly asked if we could re-bid this project and Brain replied that the City would really like this project to move forward as soon as possible. He also asked about the portion paid for by RWU. Brian replied that this sewer project does serve multiple entities and therefore is a public sewer project. McClure asked if there was a timeline for Nabholz to complete the project, Brian replied he could get that information for her. Greene asked what he thought the actual price should be, and Brian responded $60-$70K. Brian will work with Nabholz to value engineer the project. Greene made a motion, Surly seconded. All in favor, motion carried.

Brian continued with the bid tabulation for the Mills Farm, JB Hunt and 2nd Street water and sewer projects. RWU received one bid for $369,040.00, but that bid amount was below the engineer's estimate of $375,650.00. Surly asked if we were familiar with the contractor and Brian responded that we were and currently have no issues with them. McClure made a motion to accept the bid, seconded by Surly. All in favor, motion carried.

Chairman Watkins recognized Aaron Short to present the Banz Sewer Bid results. Aaron stated that RWU received two bids for this project. NEC was the low bidder at $3,407,444.07. The engineer's estimate was $3,775,745.00. Surly asked if this was included in the budget, Jennifer stated that yes it was. Greene made a motion, seconded by Surly. All in favor, motion carried.

Aaron continued with a motion to approve Allgeier, Martin & Associates to provide survey and design services for the Blossom Way Tributary 2 Sanitary Sewer Improvements not to exceed $394,000. The project consists of approximately 4,300lf of 24", 4,200lf of 21", 4,800lf of 18", and 300lf of 15" diameter gravity sewer main. McClure made a motion, seconded by Surly. All in favor, motion carried.

Chairman Watkins recognized Brian Sartain to approve Engineering Services, Inc. to design the Highway 12 East Water Main Replacement. This consists of approximately 4,700lf of 8" ductile iron pipe. The contract is a not to exceed $262,000. Greene asked why we needed to replace this pipe. Brian responded that the pipe was old and was most likely not installed correctly and simply laid on top of the rock before being backfilled. These failures have been on the bottom of the pipe and may also be due to in part to existing groundwater being in the trench as well. Greene made a motion, McClure seconded. All in favor, motion carried.

Brian continued to the next item, Selection of Engineer for the RPCF Capacity Improvement Project. Staff selection committee consisted of David Staib, Todd Beaver, Brent Dobler and Brian Sartain. The committee evaluated annual SOQ's on file and eventually settled on and solicited an amendment for this specific project from 4 firms. Two of the four firms presented proposals conveying that each firm had an exceptional amount of knowledge of the project. They approached it in slightly different ways, but in the end Freese & Nichols had the best detailed set of refinements, and team, outlined for the plant. Ultimately, although it was very close, the highest scoring firm was Freese & Nichols. Surly made a motion, seconded by Greene. All in favor, motion carried.

With no further business, Chairman Watkins adjourned the meeting.

Respectfully submitted,

Brent Dobler, Secretary

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RWU ROGERS WATER UTILITIES

Rogers Water Utilities
Water Department

Financial Statements
and
Supplementary Information
June 30, 2022 and 2021

(With Independent Auditor's Report Thereon)

Rogers Water Utilities Water Department
A Component Unit of the City of Rogers, Arkansas

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INDEPENDENT AUDITOR'S REPORT

To the Waterworks and Sewer Commission
Rogers Water Utilities Water Department
Rogers, Arkansas

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the business-type activities of the **Rogers Water Utilities Water Department** (the Water Department), a component unit of the City of Rogers, Arkansas, as of and for the years ended June 30, 2022 and 2021, and the related notes to the financial statements, which collectively comprise the Water Department's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the business-type activities of the Water Department, as of June 30, 2022 and 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 the Water Department and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

The Water Department's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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 the Water Department's ability to continue as a going concern for one year after the date that the financial statements are issued.

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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 GAAS 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 GAAS and *Government Auditing Standards*, 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 the Water Department'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 our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Water Department's 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.

Other Matters

As discussed in Note 1, the financial statements present only the Water Department and do not purport to, and do not, present fairly the financial position of the Rogers Water Utilities or the City of Rogers, Arkansas, and the changes in their financial position, or, where applicable, their cash flows in conformity with accounting principles generally accepted in the United States of America.

To the Waterworks and Sewer Commission
Rogers Water Utilities Water Department

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 9 and pension schedules on pages 34 and 35 be presented to supplement the basic financial statements. Such 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 for placing the basic financial statements in an appropriate operational, economic, or historical context. We 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 our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audits were conducted for the purpose of forming an opinion on the Water Department's basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 audits 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 our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have issued our report dated October 5, 2022 on our consideration of the Water Department's internal control over financial reporting and 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 the 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 Water Department's internal control over financial reporting and compliance.

Landmark PLC

Rogers, Arkansas
October 5, 2022

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis
June 30, 2022, 2021, and 2020

This management's discussion and analysis of the financial performance of the Rogers Water Utilities Water Department (Water Department) provides an overview of the Water Department's financial activities for the years ended June 30, 2022, 2021, and 2020. Rogers Water Utilities is a component unit of the City of Rogers, Arkansas, and is overseen by the Rogers Waterworks and Sewer Commission, an autonomous board of directors, created by the Rogers City Council. The Rogers Water Department is rate-funded, receiving no general tax revenue. The information presented should be read in conjunction with the basic financial statements and accompanying notes to the financial statements.

Financial Highlights Discussion

- The Water Department's net position increased by $5,594,000 or 6.1% over fiscal year 2021. Net position increased by $8,959,000 or 10.9%, in fiscal year 2022 over 2021.
- Water Department operating revenues increased by $1,419,000 or 10% from 2021. Operating revenues increased by $2,395,000, or 20.1% in 2022 from 2021.
- Operating expenses increased by $281,000 or 2.5% from 2021. Operating expenses increased by $704,000, or 9.1% in 2022 from 2021.
- Net Position increased by $3,646,000 before capital contributions during fiscal year 2022. In fiscal year 2021, net position before capital contributions increased by $2,542,000.

Rogers Water Department Fiscal Year 2022 Highlights

- The change in net position before capital contributions exceeded budget by $710,000 and was more than prior year operating results by $662,000.
- The number of customers increased by 628 or 1.83% from the prior year. Billed water consumption increased by 2.51%.
- Our water supplier, Beaver Water District, implemented a rate increase of $0.03 per thousand effective October 1, 2021.
- Continue with two (2) software integrations, Cityworks, for asset management, and Tyler Technologies, for billing and accounting functions. Both projects are still ongoing.
- RWU will continue the $500,000/year City-wide meter change out program. At this rate, our meter change out will be perpetual and based on the life cycle of the water meters. The change out is being conducted by Utility Staff.
- RWU refurbished the Tower Park Water Tower on 11th Street. Total project costs were $1.4 million.
- RWU initiated a Corridor Study with Garver Engineers that will help determine cost-effective ways the Utility can achieve a higher risk and resiliency status by working with neighboring water systems. This can be achieved by either emergency connections with other water systems, and/or new water transmission mains, or a combination of both.

Rogers Water Department Fiscal Year 2021 Highlights

- The change in net position before capital contributions exceeded budget by $1,152,000 but was more than prior year operating results by $859,000.
- The number of customers increased by 716 or 2.13% from the prior year. Billed water consumption increased by 10.71%.
- RWU signed an agreement with Timmons Group to implement Cityworks software, a web GIS-centric enterprise asset management system to manage, track, analyze and score our infrastructure assets, in a joint agreement with the City of Rogers.
- RWU signed a 4-year contract with Tyler Technologies to replace RWU's current AS400 operating software. The start of the contract is July 1, 2021 and includes replacement of billing, accounting, payroll, and other operating functions.
- RWU retained Garver to conduct a Water Master Plan that will be used to update our Capital Improvement Plan (CIP). This CIP makes it possible for RWU to plan for our future financial requirements.
- RWU will continue the $500,000/year City-wide meter change out program. At this rate, our meter change out will be perpetual and based on the life cycle of the water meters. The change out is being conducted by Utility Staff.

Rogers Water Department Fiscal Year 2020 Highlights

- The change in net position before capital contributions exceeded budget by $294,000 but was less than prior year operating results by $105,000.
- The number of customers increased by 587 or 1.78% from the prior year. Billed water consumption decreased by 4.11%.
- Continued a City-wide meter change out program and extended the completion period to be over the next 4 to 6 years. The change out is being conducted by Utility Staff.
- Our water supplier, Beaver Water District, implemented a rate increase of $0.02 per thousand effective October 1, 2020.
- Completed a water and sewer rates study with HDR Engineering to determine utility Capital needs and cash requirements.
- Presented a 5-year rate increase schedule to Rogers Waterworks and Sewer Commission and Rogers City Council. The 5-year rate increase was approved by both governing bodies with the first increase effective on April 1, 2020. The subsequent rate increases will occur each July 1, 2021-2025.
- As a result of the COVID-19 pandemic, commercial water consumption decreased by 21% in the last quarter of fiscal year 2020 compared to the last quarter of fiscal year 2019. As a result, commercial revenue for FY 2020 was slightly less than the prior year and budget by 3.6% and 7% respectively.

- As a result of the COVID-19 pandemic, RWU suspended service disconnections from March 26 to July 6th and waived all associated reconnection fees. As a result, penalty revenue and service charge income were less than the prior year and budget by $67,000 combined. Service disconnections resumed on July 7, 2020.
- Tyson Foods, RWU's largest industrial customer, increased water usage by 6.18% from fiscal year 2019. For the two years prior, Tyson Foods water usage decreased as part of a plan to reduce water usage by 25% by the year 2025.

Using This Annual Report

The Water Department's financial statements consist of three statements - a statement of net position; a statement of revenues, expenditures and changes in net position; and a statement of cash flows. These statements provide information about the activities of the Water Department, including resources held by the Water Department but restricted for specific purposes by creditors. The Water Department is accounted for as a business-type activity and presents its financial statements using the economic resources measurement focus and the accrual basis of accounting.

Rogers Water Utilities Water Department
A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis
June 30, 2022, 2021, and 2020

Financial Highlights
Assets, Liabilities and Net Position

	2022	2021	2020
Assets			
Total current assets	$ 18,329,100	$ 17,722,076	$ 15,538,016
Restricted cash, investments, and interest receivable	5,121,196	4,907,239	4,794,455
Other noncurrent assets	97,595,121	92,807,782	86,373,110
Total Assets	$ 121,045,417	$ 115,437,097	$ 106,705,581
Deferred Outflows of Resources			
Deferred pension outflows	$ 322,491	$ 556,560	$ 398,255
Deferred bond refunding costs	455,614	511,306	566,998
Total Deferred Outflow of Resources	$ 778,105	$ 1,067,866	$ 965,253
Liabilities			
Total current liabilities	$ 4,200,740	$ 3,358,253	$ 3,061,086
Liabilities payable from restricted assets	1,432,481	1,388,434	1,339,145
Long-term liabilities	18,481,345	20,568,972	20,987,260
Total Liabilities	$ 24,114,566	$ 25,315,659	$ 25,387,491
Deferred Inflows of Resources			
Deferred pension inflows	$ 988,748	$ 63,475	$ 116,303
Net Position			
Invested in capital assets, net of related debt	$ 79,207,480	$ 73,853,008	$ 66,713,919
Restricted	3,688,715	3,518,805	3,455,309
Unrestricted	13,824,013	13,754,016	11,997,812
Total Net Position	$ 96,720,208	$ 91,125,829	$ 82,167,040
Operating Results and Changes in Net Position			
Operating revenues	$ 15,724,077	$ 14,305,466	$ 11,910,043
Operating expenses			
Depreciation and amortization	3,039,133	2,825,190	2,681,615
Other operating expenses	8,450,255	8,383,526	7,679,032
Total Operating Expenses	11,489,388	11,208,716	10,360,647
Operating income	4,234,689	3,096,750	1,549,396
Other revenues (expenses)			
Interest expense	(648,566)	(672,757)	(692,857)
Other income (expenses)	59,488	118,504	277,365
Total Other Revenues (Expenses)	(589,078)	(554,253)	(415,492)
Change in net position before capital contributions	3,645,611	2,542,497	1,133,904
Capital Contributions	1,948,768	6,416,292	2,644,226
Change in Net Position	5,594,379	8,958,789	3,778,130
Net Position, Beginning of Year	91,125,829	82,167,040	78,388,910
Net Position, End of Year	$ 96,720,208	$ 91,125,829	$ 82,167,040

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2022, the Water Department's investment in capital assets was $97,366,000 (net of accumulated depreciation and amortization). This investment in capital assets included land, buildings, improvements, machinery and equipment, software hosting and contributed property.

Major capital asset events include the following:

- Construction costs of $4,884,000 were incurred on a variety of construction projects during 2022. $4,243,000 of constructed assets were completed and placed in service, consisting mostly of water main construction and rehabilitation projects. In addition, $1,725,000 of water mains constructed by developers were contributed to the Water Department to own and maintain. This is recorded as a capital contribution in the statement of revenues, expenses, and changes in net position. In 2022 the Water Department had construction of $2,127,000 and contributed capital of $6,251,000, and in 2021 construction of $2,783,000 and contributed capital of $2,542,000.
- Capital expenditures for additions and improvements to the Water Department, in addition to the constructed assets, were $984,000 in 2022, as compared to $883,000 in 2021 and $488,000 in 2020.

Additional information regarding capital assets can be found on Note 6 of this report.

Long-Term Debt

The Water Department had $18,145,000 in revenue bonds outstanding as of June 30, 2022, which is a decrease of $820,000 from 2021 resulting from scheduled principal payments. Revenue bonds outstanding as of June 30, 2021 were $18,965,000, which was a decrease of $800,000 from 2021. This decrease is a result of scheduled principal payments.

Additional information regarding long-term debt can be found on Note 9 of this report.

Additional Management Comments

Water consumption in fiscal year 2022 was 2.51% more than the previous year. The change in net position for the year was greater than budget and more than the prior year.

The Rogers Water Department funded capital improvements out of reserves in fiscal year 2022. Significant projects in process at the end of fiscal year 2022 consist primarily of various City of Rogers Street improvements. Major projects expected in fiscal year 2023 include water main projects for City of Rogers street projects and other waterline replacements and extensions.

Looking ahead, the source of water for all Northwest Arkansas, Beaver Lake, appears to be in good shape. Rate increases from the water supplier, Beaver Water District, are subject to increase annually and driven by updated water usage forecasts. BWD has indicated a rate increase of $0.05/1,000 gallons will be implemented October 1, 2023. Additionally, BWD expects a total overall increase of $0.28/1,000 gallons from FY 2023-FY 2027. Beaver Water District is poised to meet the demand of Rogers Water Utility water customers for maximum daily demand twenty years hence.

RWU now has recently completed Master Plans for the water distribution system, the sewer collection system, and the Rogers Pollution Control Facility. These plans provide conservative cost estimates for future capital improvements that will allow the Utility to provide service to our customers. It is estimated that build-out will occur in year 2045. These numbers will be further refined by in-depth design contracts and will be vital for future budgeting and rate studies for the Utility.

The Information Technology department at RWU has initiated several confidential projects to reduce the risk of cyberattacks including ransomware. Continuous training of all RWU employees is a major component of this strategy as well as working with Homeland Security and the Cybersecurity and Infrastructure Security Agency (CISA).

Looking toward the future, new software is scheduled to be installed in 2022; Cityworks software will allow for a more GIS-centric management program and will be used in conjunction with the City of Rogers while Tyler Technologies software will allow for a more updated accounting, billing, and other operating software to meet long-term needs of the Utility.

Financial Statements

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Statements of Net Position
June 30, 2022 and 2021

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

	2022	2021
CURRENT ASSETS		
Cash and cash equivalents	$ 3,273,922	$ 3,984,500
Investments	12,101,539	10,971,866
Accounts receivable, net of allowance for doubtful accounts of $141,500 and $135,000, respectively	2,345,385	2,338,275
Inventory	526,298	364,153
Prepaid expenses	81,956	63,282
Total Current Assets	18,329,100	17,722,076
RESTRICTED CASH, INVESTMENTS AND INTEREST RECEIVABLE		
Restricted cash and cash equivalents	721,037	419,416
Investments	4,400,159	4,487,624
Interest receivable	-	199
	5,121,196	4,907,239
FIXED ASSETS, NET OF ACCUMULATED DEPRECIATION AND AMORTIZATION	97,595,121	92,807,782
Total Assets	121,045,417	115,437,097
DEFERRED OUTFLOWS OF RESOURCES		
Deferred pension outflows	322,491	556,560
Deferred bond refunding costs	455,614	511,306
	778,105	1,067,866
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 121,823,522	$ 116,504,963

See accompanying notes to financial statements.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Statements of Net Position
June 30, 2022 and 2021

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION

	2022	2021
CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)		
Accounts payable - trade	$ 598,674	$ 571,828
Accounts payable to construction contractors	1,311,488	390,131
Accounts payable - other	913,919	861,031
Accrued expenses	450,225	387,062
Due to sewer department	31,595	298,201
Current portion of software hosting	49,839	30,000
Current portion of bonds payable	845,000	820,000
Total Current Liabilities (Payable from Current Assets)	4,200,740	3,358,253
CURRENT LIABILITIES (PAYABLE FROM RESTRICTED ASSETS)		
Customer meter deposits	1,330,093	1,281,717
Accrued interest payable	102,388	106,717
Total Current Liabilities (Payable from Restricted Assets)	1,432,481	1,388,434
LONG-TERM LIABILITIES		
Software hosting payable	247,447	40,000
Bonds payable, net of unamortized premiums and discounts	17,700,970	18,576,080
Net pension liability	532,928	1,952,892
	18,481,345	20,568,972
Total Liabilities	24,114,566	25,315,659
DEFERRED INFLOWS OF RESOURCES		
Deferred pension inflows	988,748	63,475
NET POSITION		
Invested in capital assets, net of related debt	79,207,480	73,853,008
Restricted	3,688,715	3,518,805
Unrestricted	13,824,013	13,754,016
	96,720,208	91,125,829
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 121,823,522	$ 116,504,963

See accompanying notes to financial statements.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Statements of Revenues, Expenses, and Changes in Net Position
Years ended June 30, 2022 and 2021

	2022	2021
OPERATING REVENUES		
Residential water	$ 8,059,882	$ 7,119,417
Commercial water	3,911,251	3,304,319
Industrial water	1,482,005	1,255,957
Sprinkler service and hydrant	137,565	133,020
Service charges and penalties	600,394	585,466
Access, impact, and new customer fees	1,032,140	1,196,215
Other operating revenue	500,840	711,072
	15,724,077	14,305,466
OPERATING EXPENSES		
Water purchased	5,317,084	5,349,570
Plant operations and distribution	1,569,056	1,485,939
General and administrative	1,564,115	1,548,017
Depreciation and amortization	3,039,133	2,825,190
	11,489,388	11,208,716
OPERATING INCOME	4,234,689	3,096,750
OTHER REVENUES (EXPENSES)		
Interest income	53,554	105,288
Gain on sale of fixed assets	12,734	20,016
Interest expense	(648,566)	(672,757)
Trustee fees	(6,800)	(6,800)
	(589,078)	(554,253)
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	3,645,611	2,542,497
CAPITAL CONTRIBUTIONS	1,948,768	6,416,292
CHANGE IN NET POSITION	5,594,379	8,958,789
NET POSITION, BEGINNING OF YEAR	91,125,829	82,167,040
NET POSITION, END OF YEAR	$ 96,720,208	$ 91,125,829

See accompanying notes to financial statements.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Statements of Cash Flows
Years ended June 30, 2022 and 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	$ 13,583,593	$ 11,644,765
Cash received from access, impact and new customer fees	1,032,140	1,196,215
Cash received from service charges, penalties and other operating revenue	1,149,610	1,349,264
Payments for water	(5,236,012)	(5,390,119)
Payments for salaries and benefits	(2,129,630)	(1,887,248)
Payments to suppliers for goods and services	(1,649,763)	(638,941)
Net Cash From Operating Activities	6,749,938	6,273,936
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	53,753	105,089
Net change in investments	(1,129,673)	(1,850,971)
Net change in restricted investments	87,465	(180,868)
Net Cash (Used For) Investing Activities	(988,455)	(1,926,750)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital expenditures	(4,599,507)	(2,852,875)
Cash received from sale of fixed assets	14,222	20,361
Principal payments on bonds	(820,000)	(800,000)
Principal payments on software hosting	(131,042)	(20,000)
Interest and paying agent fees, net of capitalized interest	(634,113)	(657,411)
Net Cash (Used for) Capital and Related Financing Activities	(6,170,440)	(4,309,925)
CHANGE IN CASH AND CASH EQUIVALENTS	(408,957)	37,261
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	4,403,916	4,366,655
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS, END OF YEAR	$ 3,994,959	$ 4,403,916

See accompanying notes to financial statements.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Statements of Cash Flows

Years ended June 30, 2022 and 2021

	2022	2021
RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES:		
Operating income	$ 4,234,689	$ 3,096,750
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation and amortization	3,039,133	2,825,190
Allowance for doubtful accounts	6,500	10,000
Net change in pension liability	(260,622)	180,688
Changes in assets and liabilities:		
Accounts receivable	(13,610)	(177,948)
Inventory	(162,145)	(66,088)
Prepaid expenses	(18,674)	(12,409)
Accounts payable - trade and other	79,734	26,173
Accrued expenses and customer deposits	111,539	74,479
Due to sewer department	(266,606)	317,101
Net Cash From Operating Activities	$ 6,749,938	$ 6,273,936
RECONCILIATION OF CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS TO THE STATEMENTS OF NET POSITION:		
CASH AND CASH EQUIVALENTS		
Petty cash	$ 1,725	$ 1,725
Operating and maintenance	141,008	55,028
Checking	295,666	202,868
Savings - depreciation fund	1,102,809	1,631,184
Savings - meter deposits	1,732,714	2,093,695
	3,273,922	3,984,500
RESTRICTED CASH AND CASH EQUIVALENTS		
Savings - depreciation fund	250,894	153,408
Checking - meter deposits	470,143	266,008
	721,037	419,416
TOTAL CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS	$ 3,994,959	$ 4,403,916
NONCASH TRANSACTIONS		
Capital contributions of property and equipment	$ 1,725,099	$ 6,250,785
Other capital contributions	$ 223,669	$ 165,507
Property and equipment additions included in accounts payable to construction contractors	$ 1,311,488	$ 390,131
Financing for software hosting	$ 358,328	$ 90,000

See accompanying notes to financial statements.

NOTE 1: NATURE OF ACTIVITIES

The City of Rogers, Arkansas was incorporated under the laws of the State of Arkansas and operates under an elected Mayor-Council form of government. Rogers Water Utilities (the Utilities) is a blended component unit of the City of Rogers, Arkansas and is governed by the Waterworks and Sewer Commission, which is appointed by the City Council. The Utilities operate through two separate departments – the Water Department and the Sewer Department. The Water Department provides water services to the City of Rogers and certain surrounding areas. The City Council approves the rate changes of the Utilities. The debt of the Utilities is maintained in the name of the City of Rogers, Arkansas.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 Water Department. 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 Water Department.

In accordance with Governmental Accounting Standards Board (GASB) Statement Number 62, the Water Department 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.

Fund Type

The Water Department is an enterprise fund, 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 or 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.

Use of Estimates
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 the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Cash Equivalents
Cash equivalents are defined as short-term, highly liquid investments with original maturities of three months or less which are readily convertible to known amounts of cash and have maturities that present insignificant risk of changes in value because of changes in interest rates. At June 30, 2022 and 2021, the Water Department had cash equivalents of $842,055 and $690,223, respectively.

Investments
Investments consist of certificates of deposit with original maturities of greater than ninety days and governmental securities. Certificates of deposit are recorded at amortized cost which approximates fair value. Governmental securities are recorded at fair market value based on quoted market prices. Income related to investments is recorded when earned.

Accounts Receivable
Accounts receivable relate to water and trash service billings and are shown net of an allowance for doubtful accounts. The allowance is based upon historical losses and a review of 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 ten percent penalty. Customers are required to make a deposit, and deposits can be offset against the receivable.

Inventory
Inventory is valued at the lower of cost (first-in, first-out method) or net realizable value. Inventory consists of construction and maintenance supplies related to the water system.

Long-Lived Assets
The Water Department reviews long-lived assets and certain identifiable intangibles held and used by the Water Department for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. For the years ended June 30, 2022 and 2021, this review has not materially affected the Water Department's reported earnings, financial position or results of operations.

Contributed Capital
The Water Department records all contributed fixed assets at their estimated fair market value at date of contribution as capital contributions in the Statements of Revenues, Expenses and Changes in Net Position and depreciates these assets over their estimated useful lives. These donated assets, which are received from construction contractors, consist of water lines and related infrastructure. At June 30, 2022 and 2021, cumulative contributed capital fixed assets amounted to approximately $54,991,000 and $53,266,000, respectively.

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:

Structures	5 - 40 years
Mains and hydrants	50 years
Water towers	5 - 50 years
Water service lines	33 years
Water meters	20 - 25 years
Shop equipment and machinery	3 - 10 years
Transportation equipment	3 - 10 years
Two-way radio system	5 - 15 years
Field equipment	3 - 20 years
Office equipment	3 - 20 years

The Water Department's capitalization policy states that capital assets are defined as assets with an estimated useful life of greater than one year. The cost basis of fully depreciated property and equipment still in use by the Water Department at June 30, 2022 and 2021 amounted to approximately $5,391,000 and $5,299,000, respectively.

Amortization of Bond Discounts and Premiums
Bond discounts and premiums are amortized over the lives of the related bond issues. Net amortization of $30,110 and $30,109 for the years ended June 30, 2022 and 2021, respectively, is included as a component of interest expense. See Note 9.

Amortization of Deferred Bond Refunding Costs
The deferred bond refunding costs associated with the 2012 Water Revenue Refunding Bonds and 2016 Water Revenue Refunding Bonds are amortized over the life of the related bond issue (See Note 9). Amortization expense of $55,692 for each of the years ended June 30, 2022 and 2021 is included as a component of interest expense.

Compensated Absences
The Water Department's policies permit employees to earn time off benefits. The expense and related liability are recognized and accrued regardless of whether the employee is expected to realize the benefit. Compensated absences are computed using the regular pay rates in effect at June 30, 2022 and 2021.

Pensions
For purposes of measuring net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Arkansas Public Employees Retirement System ("APERS") and additions to or deductions from the APERS fiduciary net position have been determined on the same basis as they are reported by APERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Inflows and Outflows of Resources
In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources until then. The Water Department has two items that qualify for reporting in this category: bond refunding costs and changes regarding pension liabilities. A deferred outflow on bond refunding costs results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or the refunding debt. In regards to the deferred outflows of resources related to pension liabilities, these amounts were created as a result of the implementation of GASB 68. See Note 13 for additional information.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until then. The Water Department has one item that qualifies for reporting in this category. In regards to the deferred inflows of resources related to pension liabilities, these amounts were created as a result of the implementation of GASB 68. See Note 13 for additional information.

Net Position Classifications
Net position is classified and displayed in the following three components:

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."

When an expense is incurred for purposes for which both restricted and unrestricted net position is available, the Water Department's policy is to make payment from unrestricted funds and generally take reimbursement from restricted funds.

Current Accounting Developments

GASB Statement No. 96, Subscription-Based Information Technology Arrangements: This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs). This statement is effective for periods beginning after June 15, 2022, with earlier application encouraged.

Management is currently evaluating the impact of implementation of this statement to the financial statements of the Water Department and does not expect the implementation of this statement to significantly impact the financial statements of the Water Department.

Adoption of GASB Statements

GASB Statement No. 89, Accounting for Interest Cost Incurred Before the End of a Construction Period, is effective for the City in the fiscal year 2022. The objective of this statement is to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and to simplify accounting for interest cost incurred before the end of a construction period. The adoption of this statement had no impact on the Water Department's current financial statements.

GASB Statement No. 87, Leases, is effective for the City in the fiscal year 2022. The objective of this statement is intended to better meet the information needs of financial statement users by improving accounting and financial reporting for leases for governments. The adoption of this statement had no impact on the Water Department's current financial statements.

NOTE 3: DEPOSITS IN FINANCIAL INSTITUTIONS

Deposits in financial institutions are financial instruments that could potentially subject the Water Department to a risk of accounting loss to the extent of the uninsured/uncollateralized portion of those deposits. At June 30, 2022, the Water Department had approximately $4,691,607 in deposit balances, of which approximately $750,000 were FDIC insured and the remaining balances collateralized by securities held by the bank in the Utilities' name. Additionally, the Water Department had approximately $15,659,000 in certificates of deposit reported as investments in the Statements of Net Position, all of which were FDIC insured.

NOTE 4: RESTRICTED CASH AND INVESTMENTS

Restricted cash and investments are held for specific purposes at June 30, 2022 and 2021 as follows:

	2022	2021
Meter deposits	$ 1,552,463	$ 1,345,837
Debt service reserve	699,124	676,549
Depreciation reserve for additional replacements to the water system	2,726,284	2,621,968
New customer fees collected for additions of fixed assets	143,325	262,686
Interest receivable	-	199
	$ 5,121,196	$ 4,907,239

NOTE 5: INVESTMENTS

The Water Department's investment policies are to comply with the provisions of state statutes, which generally require that municipal funds be deposited in federally insured banks located in the State of Arkansas. The municipal deposits may be in the form of checking accounts, savings accounts, and time deposits. Public funds may be invested in direct obligations of the United States of America, the principal and interest of which are fully guaranteed by the United States government.

Interest Rate Risk – As a means of limiting its exposure to fair value losses arising from rising interest rates, the Water Department's investment policy is to attempt to match investment maturities with cash flow requirements.

Credit Risk – Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. It is the Water Department's policy to minimize credit risk losses due to default of security issuers or backers by limiting investments to the safest types of securities. The Water Department's investments consist of certificates of deposit with original maturities of greater than ninety days and less than five years and securities issued by the United States government.

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a failure of the counterparty, the Water Department will not be able to recover the value of its investment or collateral securities that are in possession of an outside party. As of June 30, 2022, investments of the Water Department were fully collateralized or insured.

At June 30, 2022 and 2021, the Water Department's investments consisted of $15,659,249 and $14,520,255, respectively, held in certificates of deposit and $842,449 and $939,235, respectively, held in United States government securities. All investments at June 30, 2022 and 2021 had maturities of less than five years.

NOTE 6: CHANGES IN FIXED ASSETS

	Balance June 30, 2021	Transfers/ Additions	Disposals	Balance June 30, 2022
Land	$ 733,981	$ -	$ -	$ 733,981
Buildings	1,744,205	-	-	1,744,205
Equipment	72,622,195	5,035,442	(462,543)	77,195,094
Vehicles	550,562	102,032	(39,003)	613,591
Software hosting	90,000	358,328	(33,828)	414,500
Contributed property	53,265,920	1,725,099	-	54,991,019
Construction in progress	3,328,651	4,883,987	(4,243,175)	3,969,463
	132,335,514	12,104,888	(4,778,549)	139,661,853
Accumulated depreciation and amortization	(39,527,732)	(3,039,133)	500,133	(42,066,732)
	$ 92,807,782	$ 9,065,755	$ (4,278,416)	$ 97,595,121

	Balance June 30, 2020	Transfers/ Additions	Disposals	Balance June 30, 2021
Land	$ 732,981	$ 1,000	$ -	$ 733,981
Buildings	1,744,205	-	-	1,744,205
Equipment	71,227,526	1,786,842	(392,173)	72,622,195
Vehicles	543,220	46,610	(39,268)	550,562
Software hosting	-	90,000	-	90,000
Contributed property	47,015,135	6,250,785	-	53,265,920
Construction in progress	2,243,681	2,126,801	(1,041,831)	3,328,651
	123,506,748	10,302,038	(1,473,272)	132,335,514
Accumulated depreciation and amortization	(37,133,638)	(2,825,190)	431,096	(39,527,732)
	$ 86,373,110	$ 7,476,848	$ (1,042,176)	$ 92,807,782

NOTE 7: RISK MANAGEMENT

The Water Department is exposed to various risks of loss from torts; theft of, damage to and destruction of assets; business interruption, errors and omissions, employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than medical malpractice and employee health claims. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

NOTE 8: DUE TO SEWER DEPARTMENT

The Sewer Department and the Water Department of the City of Rogers, Arkansas constitute the Rogers Water Utilities. Rogers Water Utilities sends a monthly billing statement containing both water and sewer fees to each customer. All monies are received by the Water Department, which then transfers sewer collections to the Sewer Department. Additionally, all operating expenses are paid from one bank account and allocated to the appropriate department. These transactions give rise to receivables and payables between the departments. The balances as of June 30, 2022 and 2021 are shown in the Statements of Net Position under the caption “Due to sewer department.”

NOTE 9: BONDS PAYABLE

Series 2012 Water Revenue Refunding Bonds
On April 18, 2012, the Water Department issued $8,505,000 in Water Revenue Refunding Bonds (Series 2012) with an average interest rate of 3.13% to advance refund $7,645,000 of outstanding Water Revenue Improvement Bonds, Series 2004 with an average interest rate of 4.75%. The net proceeds of $8,456,998 (after payment of bond issuance costs and other costs) were deposited in an irrevocable trust with an escrow agent and were used to purchase U.S. government securities. All debt service payments were paid by the trust and all outstanding Water Revenue Improvement Bonds, Series 2004 Bonds were redeemed in full on November 1, 2014.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of $847,499. This difference, reported in the accompanying financial statements as a deferred outflow of resources, is being charged to interest expense over the life of the bonds using the straight-line method. The Water Department completed the advance refunding to reduce its total debt service payments over the next 18 years by $610,822 and to obtain an economic gain (difference between the present values of the old and new debt service payments) of $480,287.

Series 2016 Water Revenue Refunding Bonds
On December 13, 2016, the Water Department issued $13,725,000 in Water Revenue Refunding Bonds (Series 2016) with an average interest rate of 3.37% to refund $13,995,000 of outstanding Water Revenue Improvement Bonds, Series 2006 with an average interest rate of 4.33%.

The net proceeds of $14,065,289 (after premiums, payment of bond issuance costs, and other costs) were used to pay the outstanding principal and the accrued interest on the Series 2006 Water Bonds on December 13, 2016.

The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of $140,722. This difference, reported in the accompanying financial statements as a deferred outflow of resources, is being charged to interest expense over the life of the bonds using the straight-line method. The Water Department completed the advance refunding to reduce its total debt service payments over the 19 years by $3,470,757 and to obtain an economic gain (difference between the present values of the old and new debt service payments) of $2,006,537. The Series 2016 bonds also included prepaid bond insurance costs of $16,134 which are amortized against interest expense over the life the Series 2016 bonds. During the years ended June 30, 2022 and 2021, amortization expense for prepaid bond insurance was $833. The remaining prepaid bond insurance is included in Statements of Net Position under the caption “Prepaid expenses.” Furthermore, the Series 2016 bonds had issuance costs of $180,437.

All Bond Issues

System revenues and all assets are pledged to the bonds outstanding. The debt service coverage ratio, calculated as described in the bond documents, as of June 30, 2022 and 2021 is 4.10 and 3.38, respectively. Total interest paid during the years ended June 30, 2022 and 2021 totaled $622,984 and $657,411, respectively. No interest was capitalized during the years ended June 30, 2022 and 2021.

The Water Department is required to establish rates sufficient to pay the expenses and operation and maintenance of the water system, making monthly deposits into bond funds for repayment obligations which will be due and payable in the forthcoming year, and to make deposits in an amount equal to 4% of gross water system revenues for the preceding month into the depreciation fund. The Water Department was in compliance with all debt covenants for the years ended June 30, 2022 and 2021.

Principal and interest maturities of the Water Department bonds are as follows:

Year ending June 30,	Principal	Interest	Total
2023	$ 845,000	$ 600,622	$ 1,445,622
2024	875,000	572,419	1,447,419
2025	1,215,000	537,644	1,752,644
2026	1,255,000	496,419	1,751,419
2027	1,295,000	451,707	1,746,707
2028-2032	7,335,000	1,487,969	8,822,969
2033-2036	5,325,000	265,608	5,590,608
Total	$ 18,145,000	$ 4,412,388	$ 22,557,388

Following is a summary of changes in bonds payable:

	Balance June 30, 2021	Increases	Decreases	Balance June 30, 2022	Amounts Due Within One Year
Revenue Refunding Bonds, Series 2012	$ 6,650,000	$ -	$ 455,000	$ 6,195,000	$ 465,000
Revenue Refunding Bonds, Series 2016	12,315,000	-	365,000	11,950,000	380,000
Bonds payable, gross	18,965,000	-	820,000	18,145,000	845,000
Plus premiums	431,080	-	30,110	400,970	-
	$19,396,080	$ -	$ 850,110	$18,545,970	$ 845,000

	Balance June 30, 2020	Increases	Decreases	Balance June 30, 2021	Amounts Due Within One Year
Revenue Refunding Bonds, Series 2012	$ 7,100,000	$ -	$ 450,000	$ 6,650,000	$ 455,000
Revenue Refunding Bonds, Series 2016	12,665,000	-	350,000	12,315,000	365,000
Bonds payable, gross	19,765,000	-	800,000	18,965,000	820,000
Plus premiums	461,189	-	30,109	431,080	-
	$20,226,189	$ -	$ 830,109	$19,396,080	$ 820,000

NOTE 10: SOFTWARE HOSTING PAYABLE

During September 2020, the Water Department entered into an agreement with a third party for software hosting. The agreement is interest free and to be paid out over three years. The total cost incurred for the software was $348,200. The payable on this agreement at June 30, 2022 and 2021, was $247,447 and $70,000, respectively.

During July 2021, the Water Department entered into an agreement with a third party for accounting software and related software hosting. The agreement is interest free and to be paid out over three years. The total cost incurred for the software was $66,300. The payable on this agreement at June 30, 2022 and 2021, was $49,839 and $-0-, respectively.

NOTE 11: COMMITMENTS AND CONCENTRATION

The Water Department is committed to several construction contracts in process at year end totaling $8,130,722. As of June 30, 2022, $3,741,325 had been incurred in connection with these contracts.

The Water Department purchases substantially all of its water from the Beaver Water District.

NOTE 12: EMPLOYEE BENEFIT PLANS

Flexible Benefit Plan

The City of Rogers, Arkansas offers all active full-time employees and elected City officials who receive a W-2 form the option to participate in a flexible benefit plan administered by the Utilities. The flexible benefit plan has been established as a cafeteria plan as permitted under Section 125 of the Internal Revenue Code (IRC) of 1954, as amended, to provide for group medical, dental and vision for its eligible employees and dependents. The plan is funded solely by salary redirections as elected on a voluntary basis by participants. Water Department employee contributions for the years ended June 30, 2022 and 2021 were $84,060 and $77,058, respectively.

Deferred Compensation Plan

The Utilities offers a deferred compensation plan created in accordance with Section 457 of the Internal Revenue Code as a benefit to its employees. Each employee may contribute amounts up to the maximum allowed under the IRC. The plan permits employees to defer a portion of their salaries until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Other than incidental expenses of collecting and disbursing the employees' deferrals and other minor administrative matters, there are no costs to the Water Department for the deferred compensation plan.

Plan assets remain the property of the Utilities until paid and are subject only to claims of the Utilities' creditors. Participants' rights under the plan are equivalent to the claims of general creditors of the Utilities in an amount equal to the fair market value of the deferred account for each participant. The Utilities fulfills its fiduciary responsibility by remitting all deferred amounts each pay period to an outside service for investment in a diversified portfolio.

Deferred compensation remitted for investment during the years ended June 30, 2022 and 2021 was $14,820 and $17,720, respectively. At June 30, 2022 and 2021, there were six employees participating in the plan.

Education Assistance Program (EAP)

The Utilities offers an education assistance plan as a benefit to its employees. The program was approved by the Waterworks and Sewer Commission on September 18, 2017. Each employee is eligible to participate in the program after (1) full calendar year of full-time employment with RWU and must be in good standing. The program will reimburse employees up to, but no more than $5,250 per calendar year for covered educational expenses, as outlined the EAP plan document. The reimbursement provided is excluded from the employee's gross income for income tax purposes as provide under 26 U.S.C. § 127. In the event the $5,250 is lowered as provided by law, the amount of permitted reimbursement under the program shall automatically decrease on the effective date of the new ceiling. Reimbursements shall be made when the employee submits (a) proof of receiving a passing grade in the course or program and (b) proof the expense incurred as receipts for payment of tuition, fees, books, supplies, etc. Reimbursement for the years ended June 30, 2022 and 2021 were $488 and $3,878, respectively.

NOTE 13: PUBLIC EMPLOYEES RETIREMENT SYSTEM

Plan Description

The following brief description of the Arkansas Public Employees Retirement System (APERS) is provided for general information purposes only. Participants should refer to Arkansas Code Annotated, Title 24 for more complete information.

APERS is a cost-sharing, multiple-employer, defined benefit plan which covers all State employees who are not covered by another authorized plan. The plan was established by the authority of the Arkansas General Assembly with the passage of Act 177 of 1957. The costs of administering the plan are paid out of investment earnings. The general administration and responsibility for the proper operation of the System is vested in the nine members of the Board of Trustees of the Arkansas Public Employees Retirement System (the Board). Membership includes three state and three non-state employees, all appointed by the Governor, and three ex-officio trustees, including the Auditor of the State, the Treasurer of the State and the Director of the Department of Finance and Administration.

Benefits Provided

Benefit provisions are set forth in Arkansas Code Annotated, Title 24, Chapters 5 and 6 and may only be amended by the Arkansas General Assembly. APERS provides retirement, disability and death benefits. Retirement benefits are determined as a percentage of the member's highest 3-year average compensation times the member's years of service. The percentage used is based upon whether a member is contributory or non-contributory as follows:

Contributory, prior to 7/1/2005	2.07%
Contributory, on or after 7/1/2005, but prior to 7/1/2007	2.03%
Contributory on or after 7/1/2009	2.00%
Non-Contributory	1.72%

Members are eligible to retire with a full benefit under the following conditions:

- at age 65 with 5 years of service,
- at any age with 28 years actual service,
- at age 60 with 20 years of actual service if under the old contributory plan (prior to July 1, 2005), or
- at age 55 with 35 years of credited service for elected or public safety officials.

Members may retire with a reduced benefit at age 55 with at least 5 years of actual service at age 55 or at any age with 25 years of service.

Members are eligible for disability benefits with 5 years of service. Disability benefits are computed as an age and service benefit, based on service and pay at disability. Death benefits are paid to a surviving spouse as if the member had 5 years of service and the monthly benefit is computed as if the member had retired and elected the Joint & 75% Survivor option. A cost-of living adjustment of 3% of the current benefit is added each year.

Contributions

Contribution requirements are set forth in Arkansas Code Annotated, Title 24, Chapter 4. The contributions are expected to be sufficient to finance the costs of benefits earned by members during the year and make a level payment that, if paid annually over a reasonable period of future years, will fully cover the unfunded costs of benefit commitments for services previously rendered (A.C.A. 24-2-701)(a)). Members who began service prior to July 1, 2005 are not required to make contributions to APERS. Members who began service on or after July 1, 2005 are required to contribute 5% of their salary. Employers are required to contribute at a rate established by the Board of Trustees of APERS based on an actuary's determination of a rate required to fund the plan (A.C.A. 24-2-701(c)(3)). Employers contributed 15.32% of compensation for the fiscal year ended June 30, 2021. In some cases, an additional 2.5% of member and employer contributions are required for elected officials.

APERS Fiduciary Net Position

Detailed information about APERS's fiduciary net position is available in the separately issued APERS Financial Report available at http://www.apers.org/annualreports.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

The collective Net Pension Liability of $768,832,293 was measured as of June 30, 2021, and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. Each employer's proportion of the Net Pension Liability was based on the employer's share of contributions to the pension plan relative to the total contributions of all participating employers.

At June 30, 2022 and 2021, the Water Department reported deferred outflows of resources and deferred inflows of resources as of June 30, 2021 and 2020, respectively, related to pensions from the following sources:

2022	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 12,197	$ (34,178)
Changes of assumptions	-	(3,733)
Changes in proportion and differences between employer contributions and proportionate share	57,526	(15,367)
Net difference between projected and actual earnings on pension plan investments	-	(935,470)
Contributions subsequent to measurement date	252,768	-
Balance, June 30, 2022	$ 322,491	$ (988,748)

2021	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 25,925	$ (1,294)
Changes of assumptions	24,468	(33,460)
Changes in proportion and differences between employer contributions and proportionate share	78,334	(28,721)
Net difference between projected and actual earnings on pension plan investments	206,641	-
Contributions subsequent to measurement date	221,192	-
Balance, June 30, 2021	$ 556,560	$ (63,475)

Contributions made subsequent to the measurement date will be reversed in fiscal year ending June 30, 2022, and will not be amortized in the schedule below. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in the Water Department's financial statements as follows:

Years ending June 30:		
2023	$	(224,536)
2024		(200,472)
2025		(222,582)
2026		(271,435)

Actuarial Assumptions

The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed (Level Dollar, Closed for District Judges New Plan and Paid Off Old Plan and District Judges Still Paying Old Plan)
Remaining Amortization Period	26 years (7.6 years for District Judges New Plan/Paid Off Old Plan and 16 years for District Judges Still Paying Old Plan)
Asset Valuation Method	4-year smoothed market; 25% corridor (Market Value for Still Paying Old Plan)
Inflation	3.25% wage inflation, 2.50% price inflation
Investment Rate of Return	7.15%
Salary Increases	3.25% - 9.85% including inflation (3.25% - 6.96% including inflation for District Judges)
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality Table	Based on the RP-2006 Healthy Annuitant benefit weighted generational mortality tables for males and females. Mortality rates are multiplied by 135% for males and 125% for females and are adjusted for generational mortality improvements using Scale MP-2017.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in APERS' target asset allocation as of June 30, 2021 are summarized in the table below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Broad Domestic Equity	37%	6.22%
International Equity	24%	6.69%
Real Estate	16%	4.81%
Absolute Return	5%	3.05%
Domestic Fixed	18%	0.57%
Total	100%	

Discount Rate

A single discount rate of 7.15% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.15%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the proportionate share of the Net Pension Liability using the discount rate of 7.15%, as well as what the Net Pension Liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.15%) or 1-percentage-point higher (8.15%) than the current rate:

Sensitivity of Discount Rate

1% Lower 6.15%	Discount Rate 7.15%	1% Higher 8.15%
$ 1,594,198	$ 532,928	$ (343,528)

NOTE 13: RISKS AND UNCERTAINTIES

As of the date of the Independent Auditor's Report, the COVID-19 pandemic has had an adverse impact on both domestic and global financial markets and operations. Management is unable to accurately predict how the COVID-19 pandemic will affect the results of the Water Department's operations due to uncertainties surrounding the severity of the disease and the duration of the outbreak

NOTE 14: SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 5, 2022, the date that the financial statements were available to be issued.

Required Supplementary Information

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Schedules of the Water Department's Proportionate Share of the Net Pension Liability Years ended June 30, 2022 through 2015

	2022	2021	2020	2019	2018	2017	2016	2015*
Proportion of the net pension liability	0.07%	0.06%	0.06%	0.07%	0.07%	0.06%	0.06%	0.05%
Proportionate share of the net pension liability	$ 532,928	$ 1,952,892	$ 1,561,071	$ 1,485,769	$ 1,718,195	$ 1,389,098	$ 1,053,941	$ 761,957
Covered - employee payroll	$ 1,679,959	$ 1,470,689	$ 1,374,871	$ 1,264,034	$ 1,283,356	$ 1,280,327	$ 1,197,940	$ 1,086,721
Proportionate share of the net pension liability as percentage of covered-employee payroll	31.72%	132.79%	113.54%	117.54%	133.88%	108.50%	87.98%	70.12%
Plan's fiduciary net position as a percentage of the total pension liability	93.57%	75.38%	78.55%	79.59%	75.65%	75.50%	80.39%	84.15%

*Fiscal Year 2015 was the first year of implementation, and is based on actuarial valuation as of June 30, 2014, therefore only eight years are shown.

See Independent Auditor's Report.

Rogers Water Utilities Water Department
A Component Unit of the City of Rogers, Arkansas

Schedules of Contributions
Years ended June 30, 2022 through 2015

	2022	2021	2020	2019	2018	2017	2016	2015*
Contractually required contribution	$ 252,768	$ 221,192	$ 209,887	$ 187,751	$ 185,515	$ 183,273	$ 161,515	$ 149,290
Contributions in relation to the contractually required contribution	$ (252,768)	$ (221,192)	$ (209,887)	$ (187,751)	$ (185,515)	$ (183,273)	$ (161,515)	$ (149,290)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Water Department's covered-employee payroll	$ 1,679,959	$ 1,470,689	$ 1,374,871	$ 1,264,034	$ 1,283,356	$ 1,280,327	$ 1,197,940	$ 1,086,721
Contributions as a percentage of covered-employee payroll	15.05%	15.04%	15.27%	14.85%	14.46%	14.31%	13.48%	13.74%

* Fiscal Year 2015 was the first year of implementation, and is based on actuarial valuation as of June 30, 2014, therefore only eight years are shown.

Supplementary Information

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Operating Expenses
Years ended June 30, 2022 and 2021

	2022	2021
WATER PURCHASED	$ 5,317,084	$ 5,349,570
PLANT OPERATIONS AND DISTRIBUTION		
Employee benefits	155,688	339,981
Insurance	42,922	34,774
Operating supplies and other	97,377	96,758
Payroll taxes	55,642	49,201
Repairs and maintenance	377,265	269,828
Salaries	780,268	648,337
Utilities	59,894	47,060
	1,569,056	1,485,939
GENERAL AND ADMINISTRATIVE		
Bad debts	29,369	13,026
Employee benefits	128,045	358,082
Insurance	25,238	19,115
Office supplies and postage	147,508	130,367
Other	236,649	116,166
Payroll taxes	65,841	58,231
Professional fees	43,380	48,876
Salaries	722,853	643,854
Taxes and fees	138,547	135,710
Utilities	26,685	24,590
	1,564,115	1,548,017
DEPRECIATION AND AMORTIZATION	3,039,133	2,825,190
TOTAL OPERATING EXPENSES	$ 11,489,388	$ 11,208,716

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Principal and Interest Payments
Water Revenue Refunding Bonds – Series 2012
June 30, 2022

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL
2023	$ 465,000	2.625%	$ 194,878	$ 659,878
2024	480,000	2.750%	182,175	662,175
2025	805,000	3.000%	163,500	968,500
2026	830,000	3.000%	138,975	968,975
2027	855,000	3.500%	111,563	966,563
2028	885,000	3.500%	81,113	966,113
2029	920,000	3.500%	49,525	969,525
2030	955,000	3.500%	16,713	971,713
Balance, June 30, 2022	$ 6,195,000		$ 938,442	$ 7,133,442

Dated: April 18, 2012

Principal Payment Date: November 1

Interest Payment Dates: November 1 and May 1

Payable to: Regions Bank; Little Rock, Arkansas

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Principal and Interest Payments
Water Revenue Refunding Bonds – Series 2016
June 30, 2022

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL
2023	$ 380,000	4.00%	$ 405,744	$ 785,744
2024	395,000	4.00%	390,244	785,244
2025	410,000	4.00%	374,144	784,144
2026	425,000	4.00%	357,444	782,444
2027	440,000	4.00%	340,144	780,144
2028	460,000	4.00%	322,144	782,144
2029	480,000	4.00%	303,344	783,344
2030	500,000	4.00%	283,744	783,744
2031	1,535,000	4.00%	243,043	1,778,043
2032	1,600,000	3.00%	188,343	1,788,343
2033	1,650,000	3.00%	139,593	1,789,593
2034	1,700,000	3.00%	88,281	1,788,281
2035	1,755,000	3.00%	34,297	1,789,297
2036	220,000	3.13%	3,437	223,437
Balance, June 30, 2022	$ 11,950,000		$ 3,473,946	$ 15,423,946

Principal Payment Date: November 1

Interest Payment Dates: November 1 and May 1

Payable to: Regions Bank; Little Rock, Arkansas

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Schedule of Fixed Assets
Year ended June 30, 2022

Fixed Assets

	Balance June 30, 2021	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2022
Land	$ 273,620	$ -	$ -	$ 273,620
Office equipment	756,388	39,258	(315,831)	479,815
Vehicles	550,562	102,032	(39,003)	613,591
Shop equipment	49,801	-	(2,901)	46,900
Field equipment	736,685	96,244	(19,301)	813,628
Radio equipment	29,127	3,275	-	32,402
Pumping equipment	67,015	23,964	-	90,979
Water meters	3,501,284	353,334	(124,510)	3,730,108
Water services	1,378,630	-	-	1,378,630
Water tower	12,093,909	1,404,741	-	13,498,650
Main line	54,009,356	3,114,626	-	57,123,982
Structures and parking lots	1,744,205	-	-	1,744,205
Easements	460,361	-	-	460,361
Software hosting	90,000	358,328	(33,828)	414,500
Contributed water main	53,265,920	1,725,099	-	54,991,019
	129,006,863	7,220,901	(535,374)	135,692,390
Construction in progress	3,328,651	4,883,987	(4,243,175)	3,969,463
	$ 132,335,514	$ 12,104,888	$ (4,778,549)	$ 139,661,853

Accumulated Depreciation and Amortization

	Balance June 30, 2021	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2022
Office equipment	$ 630,057	$ 78,316	$ (314,363)	$ 394,010
Vehicles	420,229	68,582	(39,003)	449,808
Shop equipment	48,655	497	(2,881)	46,271
Field equipment	532,141	47,461	(19,376)	560,226
Radio equipment	21,527	2,426	-	23,953
Pumping equipment	48,955	7,986	-	56,941
Water meters	862,032	197,563	(124,510)	935,085
Water services	1,310,708	18,745	-	1,329,453
Water tower	4,867,951	258,461	-	5,126,412
Main line	18,608,375	1,118,100	-	19,726,475
Structures and parking lots	1,174,180	62,505	-	1,236,685
Software hosting	27,500	94,900	-	122,400
Contributed water main	10,975,422	1,083,591	-	12,059,013
	$ 39,527,732	$ 3,039,133	$ (500,133)	$ 42,066,732

See Independent Auditor's Report.

Rogers Water Utilities Water Department
A Component Unit of the City of Rogers, Arkansas

Schedule of Fixed Assets
Year ended June 30, 2021

Fixed Assets

	Balance June 30, 2020	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2021
Land	$ 273,620	$ -	$ -	$ 273,620
Office equipment	721,726	44,757	(10,095)	756,388
Vehicles	543,220	46,610	(39,268)	550,562
Shop equipment	51,590	-	(1,789)	49,801
Field equipment	770,495	138,690	(172,500)	736,685
Radio equipment	29,127	-	-	29,127
Pumping equipment	81,189	-	(14,174)	67,015
Water meters	3,283,999	410,901	(193,616)	3,501,284
Water services	1,378,630	-	-	1,378,630
Water tower	11,832,036	261,873	-	12,093,909
Main line	53,078,734	930,622	-	54,009,356
Structures and parking lots	1,744,205	-	-	1,744,205
Easements	459,361	1,000	-	460,361
Software hosting	-	90,000	-	90,000
Contributed water main	47,015,135	6,250,785	-	53,265,920
	121,263,067	8,175,238	(431,442)	129,006,863
Construction in progress	2,243,681	2,126,801	(1,041,831)	3,328,651
	$ 123,506,748	$ 10,302,039	$ (1,473,273)	$ 132,335,514

Accumulated Depreciation and Amortization

	Balance June 30, 2020	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2021
Office equipment	$ 579,912	$ 60,240	$ (10,095)	$ 630,057
Vehicles	394,700	64,797	(39,268)	420,229
Shop equipment	49,897	547	(1,789)	48,655
Field equipment	665,452	38,844	(172,155)	532,141
Radio equipment	18,832	2,695	-	21,527
Pumping equipment	57,010	6,119	(14,174)	48,955
Water meters	841,059	214,588	(193,615)	862,032
Water services	1,289,535	21,173	-	1,310,708
Water tower	4,623,494	244,457	-	4,867,951
Main line	17,532,310	1,076,065	-	18,608,375
Structures and parking lots	1,111,625	62,555	-	1,174,180
Software hosting	-	27,500	-	27,500
Contributed water main	9,969,812	1,005,610	-	10,975,422
	$ 37,133,638	$ 2,825,190	$ (431,096)	$ 39,527,732

See Independent Auditor's Report.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Schedule of Water System Rates
June 30, 2022 and 2021

In November 2019, the City Council approved a 5-year rate increase schedule with the first increase effective April 1, 2020. The subsequent rate increases will occur each July 1, 2021-2025. The rates in place in place prior to 7/1/2021, new rates effective 7/1/2021 and the rates effective 7/1/2022 are shown below.

Monthly Water Rates For Customers	Inside the City		
	Prior to 7/1/2021	Effective 7/1/2021	Effective 7/1/2022
First 1,500 gallons or portion thereof	$7.75 minimum	$8.72 minimum	$9.81 minimum
Next 98,500 gallons	$3.36 / thousand	$3.78 / thousand	$4.26 / thousand
Next 400,000 gallons	$2.98 / thousand	$3.35 / thousand	$3.77 / thousand
Next 500,000 gallons	$2.71 / thousand	$3.05 / thousand	$3.43 / thousand
All in excess of 1,000,000 gallons	$2.53 / thousand	$2.85 / thousand	$3.20 / thousand

Monthly Water Rates For Customers	Outside the City		
	Prior to 7/1/2021	Effective 7/1/2021	Effective 7/1/2022
First 1,500 gallons or portion thereof	$9.92 minimum	$11.16 minimum	$12.56 minimum
Next 98,500 gallons	$4.29 / thousand	$4.82 / thousand	$5.42 / thousand
Next 400,000 gallons	$3.80 / thousand	$4.28 / thousand	$4.81 / thousand
Next 500,000 gallons	$3.45 / thousand	$3.89 / thousand	$4.37 / thousand
All in excess of 1,000,000 gallons	$3.24 / thousand	$3.65 / thousand	$4.10 / thousand

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Water Customers
June 30, 2022 and 2021

WATER CUSTOMER CLASSIFICATIONS	NUMBER OF CUSTOMERS 2022	2021
Residential customers	31,819	31,245
Commercial customers	3,090	3,036
Industrial customers	46	46
	34,955	34,327

See Independent Auditor's Report.

Rogers Water Utilities Water Department
A Component Unit of the City of Rogers, Arkansas

Schedules of Billable Gallons
Years ended June 30, 2022 and 2021

BILLABLE GALLONS CLASSIFICATIONS	NUMBER OF BILLABLE GALLONS 2022	2021
Residential customers	1,699,288,000	1,711,956,500
Commercial customers	920,071,800	863,668,500
Industrial customers	484,593,500	452,305,000
	3,103,953,300	3,027,930,000

See Independent Auditor’s Report.

LANDMARK
CERTIFIED PUBLIC ACCOUNTANTS

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*

Waterworks and Sewer Commission
Rogers Water Utilities Water Department
Rogers, 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 **Rogers Water Utilities Water Department** (the Water Department), a component unit of the City of Rogers, Arkansas, which comprise the statement of net position as of June 30, 2022, and the related statements of revenues, expenses, and changes in net position and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated October 5, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Water Department'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 our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Water Department's internal control. Accordingly, we do not express an opinion on the effectiveness of the Water Department's 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 Water Department'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 and, therefore, material weaknesses or significant deficiencies may exist that were not identified. 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 Water Department's 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 financial statements. 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 Water Department'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 Water Department's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Landmark PLC

Rogers, Arkansas
October 5, 2022

RWU ROGERS WATER UTILITIES

Rogers Water Utilities
Sewer Department

Financial Statements
and
Supplementary Information
June 30, 2022 and 2021

(With Independent Auditor's Report Thereon)

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

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INDEPENDENT AUDITOR'S REPORT

To the Waterworks and Sewer Commission
Rogers Water Utilities Sewer Department
Rogers, Arkansas

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the business-type activities of the **Rogers Water Utilities Sewer Department** (the Sewer Department), a component unit of the City of Rogers, Arkansas, as of and for the years ended June 30, 2022 and 2021, and the related notes to the financial statements, which collectively comprise the Sewer Department's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the business-type activities of the Sewer Department, as of June 30, 2022 and 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 the Sewer Department and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

The Sewer Department's management is responsible for the preparation and fair presentation of these 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 the Sewer Department's ability to continue as a going concern for one year after the date that the financial statements are issued.

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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 GAAS 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 GAAS and *Government Auditing Standards*, 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 the Sewer Department'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 our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Sewer Department's 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.

Other Matters

As discussed in Note 1, the financial statements present only the Sewer Department and do not purport to, and do not, present fairly the financial position of the Rogers Water Utilities or the City of Rogers, Arkansas, and the changes in their financial position, or, where applicable, their cash flows in conformity with accounting principles generally accepted in the United States of America.

To the Waterworks and Sewer Commission
Rogers Water Utilities Sewer Department

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 9 and pension schedules on pages 34 and 35 be presented to supplement the basic financial statements. Such 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 for placing the basic financial statements in an appropriate operational, economic, or historical context. We 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 our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audits were conducted for the purpose of forming an opinion on the Sewer Department's basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 audits 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 our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have issued our report dated October 5, 2022 on our consideration of the Sewer Department's internal control over financial reporting and 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 the 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 Sewer Department's internal control over financial reporting and compliance.

Landmark PLC

Rogers, Arkansas
October 5, 2022

This management's discussion and analysis of the financial performance of the Rogers Water Utilities Sewer Department (Sewer Department) provides an overview of the Sewer Department's financial activities for the years ended June 30, 2022, 2021, and 2020. Rogers Water Utilities is a component unit of the City of Rogers, Arkansas, and is overseen by the Rogers Waterworks and Sewer Commission, an autonomous board of directors, created by the Rogers City Council. The Rogers Sewer Department is rate-funded, receiving no general tax revenue. The information presented should be read in conjunction with the basic financial statements and accompanying notes to the financial statements.

Financial Highlights Discussion

- The Sewer Department's net position increased by $6,831,000 or 5.4% from fiscal year 2021. Net position increased by $10,709,000, or 9.2%, in 2021 over fiscal year 2020.
- Sewer Department operating revenues increased by $1,426,000 or 9.2% from fiscal year 2021. Operating revenues increased by $2,016,000, or 15.0% in 2021 over 2020.
- Operating expenses increased by $1,094,000 or 10.6% from fiscal year 2021. Operating expenses increased by $57,000, or 0.9% in 2021 over 2020.
- Net position increased by $5,360,000 before capital contributions during fiscal year 2022. In fiscal year 2021, net assets before capital contributions increased by $5,012,000.

Rogers Sewer Department Fiscal Year 2022 Highlights

- The change in net position before capital contributions exceeded budget by $973,000 and was less than prior year operating results by $369,000.
- The number of customers increased by 424 or 1.71% from the prior year. Billed sewer consumption increased by 2.13%.
- Continue with two (2) software integrations, Cityworks, for asset management, and Tyler Technologies, for billing and accounting functions. Both projects are still ongoing.
- RWU will continue the $500,000/year City-wide meter change out program. At this rate, our meter change out will be perpetual and based on the life cycle of the water meters. The change out is being conducted by Utility Staff.
- RWU substantially completed Train II rehabilitation at the Pollution Control Facility. Total project costs capitalized in fiscal year 2022 were $4.8 million.
- RWU received approval for funding via the ANRC for $31 million to complete Phase II of the Solids Handling Project, Phase II. The project includes redundant solids dryers as well as all of the associated building and equipment. The rate was significantly lower than other financial alternatives available. The rate is 1.5%.

Rogers Sewer Department Fiscal Year 2021 Highlights

- The change in net position before capital contributions exceeded budget by $1,987,000 and prior year operating results by $1,029,000.
- The number of customers increased by 548 or 2.27% from the prior year. Billed sewer consumption increased by 3.91%.
- RWU continued the focus of debt-reduction by early call of the Series 2010 Sewer Bonds; the principal amount called was approximately $1,915,000.
- RWU signed an agreement Timmons Group to implement Cityworks software, a web GIS-centric enterprise asset management system to manage, track, analyze and score your infrastructure assets, in a joint agreement with the City of Rogers.
- RWU signed a 4-year contract with Tyler Technologies to replace RWU's current operating software. The start of the contract is July 1, 2021 and includes replacement of billing, accounting, payroll, and other operating functions.
- RWU completed Phase 1 of the Pollution Control Biosolids Handling project at a total cost of $8.9 million. The funding of the project was entirely from rates and fund reserves.
- RWU began the initial planning stages of Phase 2 of the Pollution Control Biosolids Handling project. The team of Hawkins-Weir/Black & Veatch was retained to prepare a plan and estimate costs of the project.
- RWU concluded a Wastewater Master Plan update with Freese and Nichols. This Master Plan includes a Capital Improvement Plan (CIP) for both the Collections System and the Rogers Pollution Control Facility. These CIP's will aid RWU's financial planning and any future rate structures.
- RWU will continue the $500,000/year City-wide meter change out program. At this rate, our meter change out will be perpetual and based on the life cycle of the water meters. The change out is being conducted by Utility Staff.

Rogers Sewer Department Fiscal Year 2020 Highlights

- The change in net position before capital contributions exceeded budget by $958,000 and prior year operating results by $196,000.
- The number of customers increased by 459 or 1.93% from the prior year. Billed sewer consumption increased by 1.51%.
- Continued a City-wide meter change out program to be completed over the next 4 to 6 years. The change out is being conducted by Utility Staff.
- Completed a water and sewer rates study with HDR Engineering to determine Utility capital needs and cash requirements.
- Presented a 5-year rate increase schedule to Rogers Waterworks and Sewer Commission and Rogers City Council. The 5-year rate increase was approved by both governing bodies with the

first increase effective on April 1, 2020. The subsequent rate increases will occur each July 1, 2021-2025.

- As a result of the COVID-19 pandemic, commercial water consumption decreased by 25% in the last quarter of fiscal year 2020 compared to the last quarter of fiscal year 2019. As a result, commercial revenue for FY 2020 was approximately the same as the prior year and minimally under budget.
- Tyson Foods, RWU's largest industrial customer, increased sewer usage by 6.44% from fiscal year 2019. For the two years prior, Tyson Food's sewer usage decreased as part of plan to reduce water usage by 25% by the year 2025.
- The Utility continues construction of Phase 1 of the Pollution Control Biosolids Handling project. Crossland Heavy Contractors was chosen at a cost of $7.8 million in pre-construction and construction costs. Garver is the engineering firm on the project with total costs of $1.3 million. Phase 1 is expected to be complete in the fall of FY 2021.
- The Utility contracted with Freese and Nichols to conduct a wastewater master plan, which includes the Pollution Control Facility as well as the general sewer system. The wastewater master plan will be used to determine the future effects of population growth in the City, and any system improvements that may be required. The information provided will be matched with the current GIS system and future Cityworks Asset Management Software, which is expected to be in service in FY 2021.
- Due to frequent operational issues and increasing repair expenses, RWU adjusted the useful life of the sludge dryer in April 2020 from 20 years to 14 years. The sludge dryer should be depreciated in full by the end of FY 2026. Currently, Hawkins Weir and Black & Veatch have been retained to design a new solids handling facility and sludge dryer(s) to ultimately replace the existing equipment.

Using This Annual Report

The Sewer Department's financial statements consist of three statements - a statement of net position; a statement of revenues, expenses and changes in net position; and a statement of cash flows. These statements provide information about the activities of the Sewer Department including resources held by the Sewer Department but restricted for specific purposes by creditors. The Sewer Department is accounted for as a business-type activity and presents its financial statements using the economic resources measurement focus and the accrual basis of accounting.

Rogers Water Utilities Sewer Department
A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis
June 30, 2022, 2021, and 2020

Financial Highlights
Assets, Liabilities and Net Position

	2022	2021	2020
Assets			
Total current assets	$ 24,585,624	$ 21,597,206	$ 18,897,845
Restricted cash and investments	1,437,218	1,468,867	1,987,023
Other noncurrent assets	120,088,702	117,512,872	111,677,042
Total assets	$ 146,111,544	$ 140,578,945	$ 132,561,910
Deferred Outflows of Resources			
Pension costs	$ 487,937	$ 863,876	$ 621,791
Liabilities			
Total current liabilities	$ 2,817,846	$ 2,564,797	$ 2,396,878
Liabilities payable from restricted assets	54,200	61,733	73,552
Noncurrent liabilities	8,805,433	12,156,852	14,638,915
Total liabilities	$ 11,677,479	$ 14,783,382	$ 17,109,345
Deferred Inflows of Resources			
Pension costs	$ 1,571,922	$ 101,424	$ 186,510
Deferred bond refunding gain	263,864	302,478	341,092
Total deferred inflows of resources	$ 1,835,786	$ 403,902	$ 527,602
Net Position			
Invested in capital assets, net of related debt	$ 110,641,820	$ 107,014,067	$ 97,945,477
Restricted	1,383,018	1,407,134	1,913,471
Unrestricted	21,061,378	17,834,336	15,687,806
Total net position	$ 133,086,216	$ 126,255,537	$ 115,546,754
Operating Results and Changes in Net Position			
Operating revenues	$ 16,829,509	$ 15,403,393	$ 13,387,359
Operating expenses			
Depreciation and amortization	4,972,497	4,440,471	4,151,467
Other operating expenses	6,376,504	5,814,251	5,756,919
Total operating expenses	11,349,001	10,254,722	9,908,386
Operating income	5,480,508	5,148,671	3,478,973
Other revenues (expenses)			
Interest expense	(191,058)	(280,308)	(344,895)
Other income (expenses)	70,653	144,021	294,408
Total other revenues (expenses)	(120,405)	(136,287)	(50,487)
Changes in net position before capital contributions	5,360,103	5,012,384	3,428,486
Capital Contributions	1,470,576	5,696,399	1,264,726
Change in Net Position	6,830,679	10,708,783	4,693,212
Net Position, Beginning of Year	126,255,537	115,546,754	110,853,542
Net Position, End of Year	$ 133,086,216	$ 126,255,537	$ 115,546,754

Capital Asset and Debt Administration

Capital Assets
As of June 30, 2022, the Sewer Department's investment in capital assets was $119,859,000 (net of accumulated depreciation). This investment of capital assets included land, buildings, improvements, machinery and equipment, and contributed property.

Major capital asset events include the following:

- Construction costs of $4,889,000 during fiscal year 2022 were incurred on a variety of sewer system and sewer rehab projects. $5,351,000 of constructed assets were completed and placed in service, consisting mostly of train 2 rehab of the pollution control facility. In addition, $1,459,000 of sewer mains constructed by developers was contributed to the Sewer Department to own and maintain. This is recorded as a capital contribution in the Statements of Revenues, Expenses, and Changes in Net Position. In 2021, the Sewer Department had construction of $3,573,000 and contributed capital of $9,659,000, and in 2020, construction of $5,910,000 and contributed capital of $1,254,000.
- Capital expenditures for additions and improvements to the Sewer Department, in addition to the constructed assets, were $941,000 in 2022, as compared to $1,033,000 in 2021 and $1,053,000 in 2020.

Additional information regarding capital assets can be found on Note 6 of this report.

Long-Term Debt
The Sewer Department had $8,130,000 in revenue bonds outstanding as of June 30, 2022, which is a decrease of $1,130,000 from 2021 resulting from regularly scheduled principal payments. Revenue bonds outstanding as of June 30, 2021, were $9,260,000 which is a decrease of $3,170,000 from 2020 resulting from regularly scheduled principal payments and early call of Series 2010 Sewer Bonds.

Additional information regarding long-term debt can be found at Note 9 of this report.

Additional Management Comments
Sewer consumption in fiscal year 2022 increased 2.13% from the previous year, primarily due to customer growth. The change in net position for the year was greater than budget and the prior year.

RWU now has recently completed Master Plans for the water distribution system, the sewer collection system, and the Rogers Pollution Control Facility. These plans provide conservative estimates for future capital improvements that will allow the Utility to provide service to our customers. It is estimated that build-out will occur in year 2045. These numbers will be further refined by in-depth design contracts and will be vital for future budgeting and rate studies for the Utility.

During fiscal year 2020, a rate study was completed by HDR Engineering. The study indicated a rate increase was appropriate. A 5-year water rate increase schedule was presented to the Rogers Waterworks and Sewer Commission and the Rogers City Council. Both governing bodies approved the rate increase, and it became effective April 1, 2020. The 5-year rate increase schedule, along with possible future bond issues, will facilitate the funding of significant capital needs anticipated over the next 5 years. Remaining rate increases will occur from July 1, 2021-2025.

The Rogers Sewer Department funded capital improvements out of reserves in fiscal year 2022. Completed projects include rehabilitation of train 2 at the RPCF and various sewer replacements. Projects in process at the end of the year included various City of Rogers street improvements, engineering for Phase 2 of the solids handling project, and other various sewer line projects. Major projects expected in fiscal year 2023 include construction of phase 2 of the solids handling project, sewer main projects for City of Rogers street projects, and sewer rehab and expansion.

A Memorandum of Agreement was reached between the State of Arkansas and the State of Oklahoma on November 13, 2018 with regard to TMDL (Total Maximum Daily Load) phosphorus limits. The MOU reads "The States, through the appropriate Parties, will continue to require existing point-source dischargers in the Illinois River Watershed with a design capacity of greater than 1 MGD to operate under existing NPDES permits reflecting an effluent limit for total phosphorus of not more than 1 mg/L based upon a 30-day average…" RPCF is able to meet this prescribed limit of phosphorus. RPCF's 30-day average phosphorus level is under 0.2 mg/L.

The Arkansas Department of Energy & Environment – Division of Environmental Quality filed a Complaint for Declaratory and Injunctive Relief in the United States District Court against the United States Environmental Protection Agency. See Case No. 4-22-CV-359 (BMS). The outcome of this case will indirectly determine the phosphorus limits that will be required of any new process design at the Rogers Pollution Control Facility. This case directly involves two neighboring pollution control facilities and the outcome will most likely affect the pending permit for the Rogers Pollution Control Facility.

The Information Technology department at RWU has initiated several confidential projects to reduce the risk of cyberattacks including ransomware. Continuous training of all RWU employees is a major component of this strategy as well as working with Homeland Security and CISA.

Looking toward the future, new software is scheduled to be installed in 2022; Cityworks software will allow for a GIS-centric system with a more sophisticated asset management program and will be used in conjunction with the City of Rogers while Tyler Technologies software will allow for a more updated accounting, billing, and other operating software to meet long-term needs of the Utility.

Financial Statements

Rogers Water Utilities Sewer Department
A Component Unit of the City of Rogers, Arkansas

Statements of Net Position
June 30, 2022 and 2021

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

	2022	2021
CURRENT ASSETS		
Cash and cash equivalents	$ 4,251,793	$ 3,521,750
Investments	18,155,770	16,018,598
Accounts receivable, net of allowance for doubtful accounts of $169,500 and $170,000, respectively	1,817,755	1,581,865
Due from water department	31,595	298,201
Inventory	185,226	70,598
Prepaid expenses	143,485	106,194
Total Current Assets	24,585,624	21,597,206
RESTRICTED CASH AND INVESTMENTS		
Restricted cash and cash equivalents	306,858	157,367
Investments	1,130,360	1,311,500
	1,437,218	1,468,867
FIXED ASSETS, NET OF ACCUMULATED DEPRECIATION AND AMORTIZATION	120,088,702	117,512,872
Total Assets	146,111,544	140,578,945
DEFERRED OUTFLOWS OF RESOURCES		
Deferred pension outflows	487,937	863,876
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 146,599,481	$ 141,442,821

See accompanying notes to financial statements.

Rogers Water Utilities Sewer Department
A Component Unit of the City of Rogers, Arkansas

Statements of Net Position
June 30, 2022 and 2021

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION

	2022	2021
CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)		
Accounts payable - trade	$ 325,420	$ 285,860
Accounts payable to construction contractors	780,014	699,714
Accrued expenses	487,573	419,223
Current portion of software hosting	49,839	30,000
Current portion of bonds payable	1,175,000	1,130,000
Total Current Liabilities (Payable from Current Assets)	2,817,846	2,564,797
CURRENT LIABILITIES (PAYABLE FROM RESTRICTED ASSETS)		
Accrued interest payable	54,200	61,733
Total Current Liabilities (Payable from Restricted Assets)	54,200	61,733
LONG-TERM LIABILITIES		
Software hosting payable	247,447	40,000
Bonds payable, net of unamortized premiums and discounts	7,710,732	8,996,327
Net pension liability	847,254	3,120,525
	8,805,433	12,156,852
Total Liabilities	11,677,479	14,783,382
DEFERRED INFLOWS OF RESOURCES		
Deferred pension inflows	1,571,922	101,424
Deferred bond refunding discounts and premiums	263,864	302,478
	1,835,786	403,902
NET POSITION		
Invested in capital assets, net of related debt	110,641,820	107,014,067
Restricted	1,383,018	1,407,134
Unrestricted	21,061,378	17,834,336
	133,086,216	126,255,537
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 146,599,481	$ 141,442,821

See accompanying notes to financial statements.

Rogers Water Utilities Sewer Department
A Component Unit of the City of Rogers, Arkansas

Statements of Revenues, Expenses and Changes in Net Position
Years ended June 30, 2022 and 2021

	2022	2021
OPERATING REVENUES		
Residential sewer	$ 9,286,330	$ 8,268,493
Commercial sewer	2,984,066	2,387,269
Industrial sewer	2,300,061	1,819,287
Penalties	152,541	143,520
Access, impact and new customer fees	1,896,621	2,423,345
Other operating revenue	209,890	361,479
	16,829,509	15,403,393
OPERATING EXPENSES		
Pollution control facility and field expense	4,401,329	3,985,130
General and administrative	1,975,175	1,829,121
Depreciation and amortization	4,972,497	4,440,471
	11,349,001	10,254,722
OPERATING INCOME	5,480,508	5,148,671
OTHER REVENUES (EXPENSES)		
Interest income	65,576	114,245
Gain on sale of fixed assets	9,077	37,001
Interest expense	(191,058)	(280,308)
Trustee fees	(4,000)	(7,225)
	(120,405)	(136,287)
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	5,360,103	5,012,384
CAPITAL CONTRIBUTIONS	1,470,576	5,696,399
CHANGE IN NET POSITION	6,830,679	10,708,783
NET POSITION, BEGINNING OF YEAR	126,255,537	115,546,754
NET POSITION, END OF YEAR	$ 133,086,216	$ 126,255,537

See accompanying notes to financial statements.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Statements of Cash Flows
Years ended June 30, 2022 and 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	$ 14,334,567	$ 12,492,100
Cash received from access, impact and new customer fees	1,896,621	2,423,345
Cash received from penalties and other operating revenue	362,431	504,999
Payments for salaries and benefits	(3,170,174)	(2,904,558)
Payments to suppliers for goods and services	(3,410,567)	(2,832,841)
Net Cash From Operating Activities	10,012,878	9,683,045
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	65,576	114,245
Net change in investments	(2,137,172)	(2,302,294)
Net change in restricted investments	181,140	284,611
Net Cash (Used For) Investing Activities	(1,890,456)	(1,903,438)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital expenditures	(5,640,591)	(4,348,519)
Cash received from sale of fixed assets	10,545	37,001
Principal payments on bonds	(1,130,000)	(3,170,000)
Principal payments on software hosting	(131,042)	(20,000)
Interest and paying agent fees, net of capitalized interest	(351,800)	(432,112)
Net Cash (Used For) Capital and Related Financing Activities	(7,242,888)	(7,933,630)
CHANGE IN CASH AND CASH EQUIVALENTS	879,534	(154,023)
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	3,679,117	3,833,140
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS, END OF YEAR	$ 4,558,651	$ 3,679,117

See accompanying notes to financial statements.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Statements of Cash Flows
Years ended June 30, 2022 and 2021

	2022	2021
RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES:		
Operating income	$ 5,480,508	$ 5,148,671
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation and amortization	4,972,497	4,440,471
Allowance for doubtful accounts	(500)	(10,000)
Net change in pension liability	(426,834)	289,912
Changes in assets and liabilities:		
Accounts receivable	(235,390)	27,051
Due from water department	266,606	(317,101)
Inventory	(114,628)	(2,154)
Prepaid expenses	(37,291)	(34,241)
Accounts payable - trade	39,560	127,758
Accrued expenses	68,350	12,678
Net Cash From Operating Activities	$ 10,012,878	$ 9,683,045
RECONCILIATION OF CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS TO THE STATEMENTS OF NET POSITION:		
CASH AND CASH EQUIVALENTS		
Petty cash	$ 150	$ 150
Operating and maintenance	4,251,643	3,521,600
	4,251,793	3,521,750
RESTRICTED CASH AND CASH EQUIVALENTS		
Depreciation savings	306,858	157,367
TOTAL CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS	$ 4,558,651	$ 3,679,117
NONCASH TRANSACTIONS		
Capital contributions of property and equipment	$ 1,459,388	$ 5,669,889
Other capital contributions	$ 11,188	$ 26,510
Property and equipment additions included in accounts payable to construction contractors	$ 780,014	$ 699,714
Financing on software hosting	$ 358,328	$ 90,000

See accompanying notes to financial statements.

NOTE 1: NATURE OF ACTIVITIES

The City of Rogers, Arkansas was incorporated under the laws of the State of Arkansas and operates under an elected Mayor-Council form of government. Rogers Water Utilities (the Utilities) is a blended component unit of the City of Rogers, Arkansas and is governed by the Waterworks and Sewer Commission, which is appointed by the City Council. The Utilities operate through two separate departments – the Water Department and the Sewer Department. The Sewer Department provides sewer services to the City of Rogers and certain surrounding areas. The City Council approves the rate changes of the Utilities. The debt of the Utilities is maintained in the name of the City of Rogers, Arkansas.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 revenues (expenses) items. Operating revenues and expenses generally result from providing services in connection with the principal ongoing operations of the Sewer Department. All revenue 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 Sewer Department.

In accordance with Governmental Accounting Standards Board (GASB) Statement Number 62, the Sewer Department 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.

Fund Type
The Sewer Department is an enterprise fund, 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 or 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.

Use of Estimates
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 the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Cash Equivalents
Cash equivalents are defined as short-term, highly liquid investments with original maturities of three months or less which are readily convertible to known amounts of cash and have maturities that present insignificant risk of changes in value because of changes in interest rates. At June 30, 2022 and 2021, the Sewer Department had cash equivalents of $1,129,869 and $1,062,485, respectively.

Investments
Investments consist of certificates of deposit with original maturities of greater than three months and governmental securities. Certificates of deposit are recorded at amortized cost, which approximates fair value. Governmental securities are recorded at fair market value based on quoted market prices. Income related to investments is recorded when earned.

Accounts Receivable
Accounts receivable relate to sewer billings and are shown net of an allowance for doubtful accounts. The allowance is based upon historical losses and a review of 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 ten percent penalty. Customers are required to make a deposit, recorded on the Water Department, and deposits can be offset against the receivable through an intercompany charge.

Inventory
Inventory is valued at the lower of cost (first-in, first-out method) or net realizable value. Inventory consists of construction and maintenance supplies related to the sewer system.

Long-Lived Assets
The Sewer Department reviews long-lived assets and certain identifiable intangibles held and used by the Sewer Department for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. For the years ended June 30, 2022 and 2021, this review has not materially affected the Sewer Department’s reported earnings, net position or results of operations.

Contributed Capital
The Sewer Department records all contributed fixed assets at their estimated fair market value at date of contribution as capital contributions in the Statements of Revenues, Expenses and Changes in Net Position and depreciates these assets over their estimated useful lives. These donated assets, which are received from construction contractors, consist of sewer lines and related infrastructure. At June 30, 2022 and 2021, cumulative contributed capital fixed assets amounted to approximately $48,287,000 and $46,828,000, respectively.

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:

Structures	5 - 40 years
Mains and hydrants	50 years
Sewer service lines	50 years
Meters	20 - 25 years
Pollution control facility	2 - 50 years
Shop equipment and machinery	2 - 10 years
Transportation equipment	3 - 10 years
Two-way radio system	5 - 15 years
Field equipment	2 - 20 years
Office equipment	3 - 20 years
Software hosting	3 years

The Sewer Department's capitalization policy states that capital assets are defined as assets with an estimated useful life of greater than one year. The cost basis of fully depreciated property and equipment still in use by the Sewer Department at June 30, 2022 and 2021 amounted to approximately $5,110,000 and $5,299,000, respectively.

Amortization of Bond Premiums and Discounts

Bond premiums and discounts are amortized over the lives of the related bond issues. Net amortization expense of $110,595 and $94,147 is included as a component of interest expense for the years ended June 30, 2022 and 2021, respectively.

Amortization of Deferred Bond Refunding Costs

The deferred bond refunding cost associated with the 2016 Sewer Revenue Refunding Bonds is amortized over the life of the related bond issue (See Note 9). Amortization expense of $38,615 is included as a component of interest expense for each of the years ended June 30, 2022 and 2021.

Compensated Absences

The Sewer Department's policies permit employees to earn time off benefits. The expense and related liability are recognized and accrued regardless of whether the employee is expected to realize the benefit. Compensated absences are computed using the regular pay rate in effect at June 30, 2022 and 2021.

Pensions

For purposes of measuring net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Arkansas Public Employees Retirement System (APERS) and additions to or deductions from the APERS fiduciary net position have been determined on the same basis as they are reported by APERS.

For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Inflows and Outflows of Resources
In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources until then. The Sewer Department only has one item that qualifies for reporting in this category, which is the deferred outflow of resources on pension costs reported in the Statement of Net Position. These amounts were created as a result of the implementation of GASB 68. See Note 12 for additional information.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until then. The Sewer Department has two items that qualify for reporting in this category. In regards to the deferred inflows of resources related to pension liabilities and deferred bond refunding costs, these amounts were created as a result of the implementation of GASB 68. See Note 12 for additional information.

Net Position Classifications
Net position is classified and displayed in the following three components:

> 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.”

When an expense is incurred for purposes for which both restricted net position and unrestricted net position is available, the Sewer Department’s policy is to make payment from unrestricted funds and generally take reimbursement from restricted funds.

Current Accounting Developments
GASB Statement No. 96, Subscription-Based Information Technology Arrangements: This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs). This statement is effective for periods beginning after June 15, 2022, with earlier application encouraged.

Management is currently evaluating the impact of implementation of this statement to the financial statements of the Sewer Department and does not expect the implementation of this statement to significantly impact the financial statements of the Sewer Department.

Adoption of GASB Statements

GASB Statement No. 89, Accounting for Interest Cost Incurred Before the End of a Construction Period, is effective for the City in the fiscal year 2022. The objective of this statement is to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and to simplify accounting for interest cost incurred before the end of a construction period. The adoption of this statement had no impact on the Sewer Department's current financial statements.

GASB Statement No. 87, Leases, is effective for the City in the fiscal year 2022. The objective of this statement is intended to better meet the information needs of financial statement users by improving accounting and financial reporting for leases for governments. The adoption of this statement had no impact on the Sewer Department's current financial statements.

NOTE 3: DEPOSITS IN FINANCIAL INSTITUTIONS

Deposits in financial institutions are financial instruments that could potentially subject the Sewer Department to a risk of accounting loss to the extent of the uninsured/uncollateralized portion of those deposits. At June 30, 2022, the Sewer Department had approximately $4,848,110 in deposit balances, of which $750,000 were FDIC insured and the remaining balances collateralized by securities held by the bank in the Utilities' name. Additionally, the Sewer Department had approximately $18,156,000 in certificates of deposit reported as investments in the Statements of Net Position, of which all were FDIC insured.

NOTE 4: RESTRICTED CASH AND INVESTMENTS

Restricted cash and investments are held for specific purposes at June 30, 2022 and 2021 as follows:

	2022	2021
Debt service reserve	$ 847,029	$ 827,983
Depreciation reserve for additional replacements to the sewer system	306,858	157,367
New customer fees collected for additions of fixed assets	283,331	483,517
	$ 1,437,218	$ 1,468,867

NOTE 5: INVESTMENTS

The Sewer Department's investment policies are to comply with the provisions of state statutes, which generally require that municipal funds be deposited in federally insured banks located in the State of Arkansas. The municipal deposits may be in the form of checking accounts, savings accounts, and time deposits. Public funds may be invested in direct obligations of the United States of America, the principal and interest of which are fully guaranteed by the United States government.

Interest Rate Risk – As a means of limiting its exposure to fair value losses arising from rising interest rates, the Sewer Department's investment policy is to attempt to match investment maturities with cash flow requirements.

Credit Risk – Credit risk is the risk that the issuer or other counterparty to an investment will not fulfill its obligations. It is the Sewer Department's policy to minimize credit risk losses due to default of security issuers or backers by limiting investments to the safest types of securities. The Sewer Department's investments consist of certificates of deposit with original maturities of greater than ninety days and less than five years and securities issued by the United States government.

Custodial Credit Risk – Custodial credit risk is the risk that in the event of a failure of the counterparty, the Sewer Department will not be able to recover the value of its investment or collateral securities that are in possession of an outside party. As of June 30, 2022, investments of the Sewer Department were fully collateralized or insured.

At June 30, 2022 and 2021, the Sewer Department's investments consisted of $18,155,770 and $16,018,598, respectively, held in certificates of deposit and $1,130,360 and $1,311,500, respectively, held in cash and United States government securities. All investments at June 30, 2022 and 2021 had maturities of less than five years.

NOTE 6: CHANGES IN FIXED ASSETS

	Balance June 30, 2021	Transfers/ Additions	Disposals	Balance June 30, 2022
Land	$ 1,805,153	$ -	$ -	$ 1,805,153
Buildings	67,641,023	5,086,877	(4,057)	72,723,843
Equipment	56,969,907	1,117,932	(467,527)	57,620,312
Vehicles	1,372,225	28,016	(14,035)	1,386,206
Software hosting	90,000	358,328	(33,828)	414,500
Contributed property	46,827,808	1,459,388	-	48,287,196
Construction in progress	3,740,139	4,888,553	(5,351,414)	3,277,278
	178,446,255	12,939,094	(5,870,861)	185,514,488
Accumulated depreciation and amortization	(60,933,383)	(4,972,497)	480,094	(65,425,786)
	$ 117,512,872	$ 7,966,597	$ (5,390,767)	$ 120,088,702

	Balance June 30, 2020	Transfers/ Additions	Disposals	Balance June 30, 2021
Land	$ 1,805,153	$ -	$ -	$ 1,805,153
Buildings	58,959,867	9,192,915	(511,759)	67,641,023
Equipment	55,883,948	1,352,672	(266,713)	56,969,907
Vehicles	1,370,542	56,606	(54,923)	1,372,225
Software hosting	-	90,000	-	90,000
Contributed property	41,157,919	5,669,889	-	46,827,808
Construction in progress	9,825,920	3,573,070	(9,658,851)	3,740,139
	169,003,349	19,935,152	(10,492,246)	178,446,255
Accumulated depreciation and amortization	(57,326,307)	(4,440,471)	833,395	(60,933,383)
	$ 111,677,042	$ 15,494,681	$ (9,658,851)	$ 117,512,872

NOTE 7: RISK MANAGEMENT

The Sewer Department is exposed to various risks of loss from torts; theft of, damage to and destruction of assets; business interruption, errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than medical malpractice and employee health claims. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

NOTE 8: DUE FROM WATER DEPARTMENT

The Sewer Department and the Water Department of the City of Rogers, Arkansas constitute the Utilities. The Utilities send a monthly billing statement containing both water and sewer fees to each customer. All monies are received by the Water Department, which then transfers sewer collections to the Sewer Department. Additionally, all operating expenses are paid from one bank account and allocated to the appropriate department. These transactions give rise to receivables and payables between the departments. The balances as of June 30, 2022 and 2021 are shown in the Statements of Net Position under the caption “Due from water department.”

NOTE 9: BONDS PAYABLE

Series 2016 Sewer Revenue Refunding Bonds

On December 13, 2016, the Sewer Department issued $12,850,000 in Sewer Revenue Refunding Bonds (Series 2016) with an average interest rate of 3.89% and used unrestricted reserves of $5,380,000 and debt service reserves of $661,154 to refund $19,600,000 of outstanding Sewer Revenue Improvement Bonds, Series 2007 with an average interest rate of 4.91%. The net proceeds of $14,030,940 from the Series 2016 bond issues (after premiums, payment of bond issuance costs, and other costs) and additional sewer department reserves totaling $6,041,154 were put in a trust and used to pay the outstanding principal and the accrued interest on the Series 2007 Sewer Bonds in full on February 1, 2017 when they first became callable. The bond matures in fiscal year 2029 with principal payments due in November and interest payments due in November and May of each year.

The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of $477,851. This difference, reported in the accompanying financial statements as a deferred inflow of resources, is being charged to interest expense over the life of the bonds using the straight-line method. The Sewer Department completed the refunding to reduce its total debt service payments over the 21 years by $14,530,274 and to obtain an economic gain (difference between the present values of the old and new debt service payments) of $5,599,564. The Series 2016 bond also included prepaid bond insurance costs of $19,530 which are amortized against interest expense over the life of the Series 2016 bonds. During the years ended June 30, 2022 and 2021, amortization expense for prepaid bond insurance was $1,578. The remaining prepaid bond insurance is included in the Statements of Net Position under the caption “Prepaid expenses.” Furthermore, the Series 2016 bonds had issuance costs of $176,374.

All Bond Issues
System revenues and all assets are pledged to the bonds outstanding. The debt service coverage ratio, calculated as described in the bond documents, as of June 30, 2022 and 2021, is 7.13 and 6.59, respectively. Total interest paid during the years ended June 30, 2022 and 2021 totaled $351,800 and $432,112, respectively. No interest was capitalized during the years ended June 30, 2022 and 2021.

The Sewer Department is required to establish rates sufficient to pay the expenses and operation and maintenance of the sewer system, making monthly deposits into bond funds for repayment obligations which will be due and payable in the forthcoming year, and to make deposits in an amount equal to 4% of gross sewer system revenues for the preceding month into the depreciation fund. The Sewer Department was in compliance with all debt covenants for the years ended June 30, 2022 and 2021.

Principal and interest maturities of the Sewer Department bonds are as follows:

Year Ending June 30,	Principal	Interest	Total
2023	$ 1,175,000	$ 301,700	$ 1,476,700
2024	1,220,000	253,800	1,473,800
2025	1,265,000	204,100	1,469,100
2026	1,315,000	152,500	1,467,500
2027	1,365,000	98,900	1,463,900
2028-2029	1,790,000	50,600	1,840,600
Total	$ 8,130,000	$ 1,061,600	$ 9,191,600

Following is a summary of changes in bonds payable:

	Balance June 30, 2021	Increases	Decreases	Balance June 30, 2022	Amounts Due Within One Year
Revenue Refunding Bonds, Series 2016	$ 9,260,000	$ -	$ 1,130,000	$ 8,130,000	$ 1,175,000
Plus premiums	866,327	-	110,595	755,732	-
	$10,126,327	$ -	$ 1,240,595	$ 8,885,732	$ 1,175,000

	Balance June 30, 2020	Increases	Decreases	Balance June 30, 2021	Amounts Due Within One Year
Revenue Bonds					
Series 2010	$ 2,075,000	$ -	$ 2,075,000	$ -	$ -
Revenue Refunding					
Bonds, Series 2016	10,355,000	-	1,095,000	9,260,000	1,130,000
Bonds payable, gross	12,430,000	-	3,170,000	9,260,000	1,130,000
Plus premiums	976,921	-	110,594	866,327	-
Less discounts	(16,448)	-	(16,448)	-	-
	$13,390,473	$ -	$ 3,264,146	$10,126,327	$ 1,130,000

NOTE 10: SOFTWARE HOSTING PAYABLE

During September 2020, the Sewer Department entered into an agreement with a third party for software hosting. The agreement is interest free and to be paid out over three years. The total cost incurred for the software was $348,200. The payable on this agreement at June 30, 2022 and 2021, was $247,447 and $70,000, respectively.

During July 2021, the Sewer Department entered into an agreement with a third party for accounting software and related software hosting. The agreement is interest free and to be paid out over three years. The total cost incurred for the software was $66,300. The payable on this agreement at June 30, 2022 and 2021, was $49,839 and $-0-, respectively.

NOTE 11: COMMITMENTS AND CONCENTRATIONS

The Sewer Department is committed to several construction contracts in process at June 30, 2022 totaling $15,343,092. As of June 30, 2022, $7,605,819 had been incurred in connection with these contracts.

For the years ended June 30, 2022 and 2021, the Sewer Department had one customer that accounted for 12.39% and 11.98%, respectively, of total usage.

NOTE 12: PUBLIC EMPLOYEES RETIREMENT SYSTEM

Plan Description

The following brief description of the Arkansas Public Employees Retirement System (APERS) is provided for general information purposes only. Participants should refer to Arkansas Code Annotated, Title 24 for more complete information.

APERS is a cost-sharing, multiple-employer, defined benefit plan which covers all State employees who are not covered by another authorized plan. The plan was established by the authority of the Arkansas General Assembly with the passage of Act 177 of 1957. The costs of administering the plan are paid out of investment earnings. The general administration and responsibility for the proper operation of the System is vested in the nine members of the Board of Trustees of the Arkansas Public Employees Retirement System (the Board). Membership includes three state and three non-state employees, all appointed by the Governor, and three ex-officio trustees, including the Auditor of the State, the Treasurer of the State and the Director of the Department of Finance and Administration.

Benefits Provided

Benefit provisions are set forth in Arkansas Code Annotated, Title 24, Chapters 5 and 6 and may only be amended by the Arkansas General Assembly. APERS provides retirement, disability and death benefits. Retirement benefits are determined as a percentage of the member's highest 3-year average compensation times the member's years of service. The percentage used is based upon whether a member is contributory or non-contributory as follows:

Contributory, prior to 7/1/2005	2.07%
Contributory, on or after 7/1/2005, but prior to 7/1/2007	2.03%
Contributory on or after 7/1/2009	2.00%
Non-Contributory	1.72%

Members are eligible to retire with a full benefit under the following conditions:

- at age 65 with 5 years of service,
- at any age with 28 years actual service,
- at age 60 with 20 years of actual service if under the old contributory plan (prior to July 1, 2005), or
- at age 55 with 35 years of credited service for elected or public safety officials.

Members may retire with a reduced benefit at age 55 with at least 5 years of actual service at age 55 or at any age with 25 years of service.

Members are eligible for disability benefits with 5 years of service. Disability benefits are computed as an age and service benefit, based on service and pay at disability. Death benefits are paid to a surviving spouse as if the member had 5 years of service and the monthly benefit is computed as if the member had retired and elected the Joint & 75% Survivor option. A cost-of living adjustment of 3% of the current benefit is added each year.

Contributions

Contribution requirements are set forth in Arkansas Code Annotated, Title 24, Chapter 4. The contributions are expected to be sufficient to finance the costs of benefits earned by members during the year and make a level payment that, if paid annually over a reasonable period of future years, will fully cover the unfunded costs of benefit commitments for services previously rendered (A.C.A. 24-2-701)(a)). Members who began service prior to July 1, 2005 are not required to make contributions to APERS. Members who began service on or after July 1, 2005 are required to contribute 5% of their salary. Employers are required to contribute at a rate established by the Board of Trustees of APERS based on an actuary's determination of a rate required to fund the plan (A.C.A. 24-2-701(c)(3)). Employers contributed 15.32% of compensation for the fiscal year ended June 30, 2021. In some cases, an additional 2.5% of member and employer contributions are required for elected officials.

APERS Fiduciary Net Position

Detailed information about APERS's fiduciary net position is available in the separately issued APERS Financial Report available at http://www.apers.org/annualreports.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

The collective Net Pension Liability of $768,832,293 was measured as of June 30, 2021, and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. Each employer's proportion of the Net Pension Liability was based on the employer's share of contributions to the pension plan relative to the total contributions of all participating employers.

At June 30, 2022 and 2021, respectively, the Sewer Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

2022	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 19,391	$ (54,337)
Changes of assumptions	-	(5,935)
Changes in proportion and differences between employer contributions and proportionate share	91,456	(24,431)
Net difference between projected and actual earnings on pension plan investments	-	(1,487,219)
Contributions subsequent to measurement date	377,090	-
Balance, June 30, 2022	$ 487,937	$ (1,571,922)

2021	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 41,426	$ (2,066)
Changes of assumptions	39,098	(53,466)
Changes in proportion and differences between employer contributions and proportionate share	125,170	(45,892)
Net difference between projected and actual earnings on pension plan investments	330,191	-
Contributions subsequent to measurement date	327,991	-
Balance, June 30, 2021	$ 863,876	$ (101,424)

Contributions made subsequent to the measurement date will be reversed in fiscal year ending June 30, 2023 and will not be amortized in the schedule below. The remaining amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense in the Sewer Department's financial statements as follows:

Years ending June 30:	
2023	$ (356,970)
2024	(318,713)
2025	(353,863)
2026	(431,529)

Actuarial Assumptions

The total pension liability in the June 30, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed (Level Dollar, Closed for District Judges New Plan and Paid Off Old Plan and District Judges Still Paying Old Plan)
Remaining Amortization Period	26 years (7.6 years for District Judges New Plan/Paid Off Old Plan and 16 years for District Judges Still Paying Old Plan)
Asset Valuation Method	4-year smoothed market; 25% corridor (Market Value for Still Paying Old Plan)
Inflation	3.25% wage inflation, 2.50% price inflation
Investment Rate of Return	7.15%
Salary Increases	3.25% - 9.85% including inflation (3.25% - 6.96% including inflation for District Judges)
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality Table	Based on the RP-2006 Healthy Annuitant benefit weighted generational mortality tables for males and females. Mortality rates are multiplied by 135% for males and 125% for females and are adjusted for generational mortality improvements using Scale MP-2017.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2021 are summarized in the table below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Broad Domestic Equity	37%	6.22%
International Equity	24%	6.69%
Real Assets	16%	4.81%
Absolute Return	5%	3.05%
Domestic Fixed	18%	0.57%
Total	100%	

Discount Rate

A single discount rate of 7.15% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 7.15%. The projection of cash flows used to determine this single discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the proportionate share of the Net Pension Liability using the discount rate of 7.15%, as well as what the Net Pension Liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.15%) or 1-percentage-point higher (8.15%) than the current rate:

Sensitivity of Discount Rate

1% Lower 6.15%	Discount Rate 7.15%	1% Higher 8.15%
$ 2,534,472	$ 847,254	$ (546,144)

NOTE 13: EMPLOYEE BENEFIT PLANS

Flexible Benefit Plan

The City of Rogers, Arkansas offers all active full-time employees and elected City officials who receive a W-2 form the option to participate in a flexible benefit plan administered by the Rogers Water Utilities. The flexible benefit plan has been established as a cafeteria plan as permitted under Section 125 of the Internal Revenue Code (IRC) of 1954, as amended, to provide for group medical, dental and vision for its eligible employees and dependents. The plan is funded solely by salary redirections as elected on a voluntary basis by participants. Sewer Department employee contributions for the years ended June 30, 2022 and 2021 were $137,625 and $108,540, respectively.

Deferred Compensation Plan

The Utilities offers a deferred compensation plan created in accordance with Section 457 of the Internal Revenue Code as a benefit to its employees. Each employee may contribute amounts up to the maximum allowed under the IRC. The plan permits employees to defer a portion of their salaries until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Other than incidental expenses of collecting and disbursing the employees' deferrals and other minor administrative matters, there are no costs to the Sewer Department for the deferred compensation plan.

Plan assets remain the property of the Utilities until paid and are subject only to claims of the Utilities' creditors. Participants' rights under the plan are equivalent to the claims of general creditors of the Utilities in an amount equal to the fair market value of the deferred account for each participant. The Utilities fulfills its fiduciary responsibility by remitting all deferred amounts each pay period to an outside service for investment in a diversified portfolio.

Deferred compensation remitted for investment during the years ended June 30, 2022 and 2021 was $19,010 and $25,195, respectively. At June 30, 2022 and 2021, there were seven employees participating in the plan.

Educational Assistance Program (EAP)

The Utilities offers an education assistance plan as a benefit to its employees. The program was approved by the Waterworks and Sewer Commission on September 18, 2017. Each employee is eligible to participate in the program after (1) full calendar year of full-time employment with RWU and must be in good standing. The program will reimburse employees up to, but no more than $5,250 per calendar year for covered educational expenses, as outlined the EAP plan document. The reimbursement provided is excluded from the employee's gross income for income tax purposes as provide under 26 U.S.C. § 127. In the event the $5,250 is lowered as provided by law, the amount of permitted reimbursement under the program shall automatically decrease on the effective date of the new ceiling. Reimbursements shall be made when the employee submits (a) proof of receiving a passing grade in the course or program and (b) proof the expense incurred as receipts for payment of tuition, fees, books, supplies, etc. Reimbursement for the years ended June 30, 2022 and 2021 were approximately $488 and $3,878, respectively.

NOTE 14: RISKS AND UNCERTAINTIES

As of the date of the Independent Auditors Report, the COVID-19 pandemic has had an adverse impact on both domestic and global financial markets and operations. Management is unable to accurately predict how the COVID-19 pandemic will affect the results of the Sewer Department's operations due to uncertainties surrounding the severity of the disease and the duration of the outbreak.

NOTE 15: SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 5, 2022, the date that the financial statements were available to be issued.

The Utilities applied for and received an offer for funding via the Arkansas Natural Resource Commission (ANRC) for funding of the RPCF Biosolids Handling Building Phase II for $31,246,250 (Sewer Department). The Utilities accepted the offer and the ANRC Commission approved the funding at their meeting on August 11th, 2022. The project includes $25,000,000 of construction costs, plus engineering fees, contingencies, and legal. Friday, Eldredge, & Clark law firm has been engaged as bond counsel for the bond issuance.

Required Supplementary Information

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedules of the Sewer Department's Proportionate Share of the Net Pension Liability Years ended June 30, 2022 through 2015

	2022	2021	2020	2019	2018	2017	2016	2015*
Proportion of the net pension liability	0.11 %	0.11 %	0.11 %	0.11 %	0.11 %	0.09 %	0.09 %	0.09 %
Proportionate share of the net pension liability	$ 847,254	$ 3,120,525	$ 2,503,442	$ 2,739,699	$ 2,734,269	$ 2,223,984	$ 1,700,410	$ 1,239,094
Covered - employee payroll	$ 2,474,720	$ 2,173,970	$ 2,102,043	$ 2,046,075	$ 2,039,342	$ 1,855,224	$ 1,666,569	$ 1,651,227
Proportionate share of the net pension liability as percentage of covered-employee payroll	34.24 %	143.54 %	119.10 %	133.90 %	134.08 %	119.88 %	102.03 %	75.04 %
Plan's fiduciary net position as a percentage of the total pension liability	93.57 %	75.38 %	78.55 %	79.59 %	75.65 %	75.50 %	80.39 %	84.15 %

* Fiscal Year 2015 was the first year of implementation, and is based on actuarial valuation as of June 30, 2014, therefore only eight years are

See Independent Auditor's Report.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Contributions
Years ended June 30, 2022 through 2015

	2022	2021	2020	2019	2018	2017	2016	2015*
Contractually required contribution	$ 377,090	$ 327,991	$ 319,710	$ 306,168	$ 298,614	$ 266,756	$ 235,420	$ 242,355
Contributions in relation to the contractually required contribution	$ (377,090)	$ (327,991)	$ (319,710)	$ (306,168)	$ (298,614)	$ (266,756)	$ (235,420)	$ (242,355)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Sewer Department's covered-employee payroll	$ 2,474,720	$ 2,173,970	$ 2,102,043	$ 2,046,075	$ 2,039,342	$ 1,855,224	$ 1,666,569	$ 1,651,227
Contributions as a percentage of covered-employee payroll	15.24 %	15.09 %	15.21 %	14.96 %	14.64 %	14.38 %	14.13 %	14.68 %

*Fiscal Year 2015 was the first year of implementation, and is based on actuarial valuation as of June 30, 2014, therefore only eight years are shown.

Supplementary Information

Rogers Water Utilities Sewer Department
A Component Unit of the City of Rogers, Arkansas

Schedules of Operating Expenses
Years ended June 30, 2022 and 2021

	2022	2021
POLLUTION CONTROL FACILITY AND FIELD EXPENSE		
Employee benefits	$ 256,017	$ 729,545
Insurance	95,414	73,363
Operating supplies and other	371,824	222,190
Payroll taxes	109,926	102,770
Repairs and maintenance	704,323	401,629
Salaries	1,526,473	1,406,507
Sludge disposal costs	478,725	483,758
Supplies and postage	152,885	102,098
Utilities	705,742	463,270
	4,401,329	3,985,130
GENERAL AND ADMINISTRATIVE		
Bad debts	37,144	29,793
Consulting services - stream assessment	10,157	20,593
Employee benefits	90,003	321,552
Franchise taxes / use taxes	507,728	441,785
Insurance	14,817	10,502
Office supplies and postage	144,799	127,507
Other	258,539	157,150
Payroll taxes	63,940	54,763
Professional fees	55,273	52,060
Salaries	766,244	589,008
Utilities	26,531	24,408
	1,975,175	1,829,121
DEPRECIATION AND AMORTIZATION	4,972,497	4,440,471
TOTAL OPERATING EXPENSES	$ 11,349,001	$ 10,254,722

Rogers Water Utilities Sewer Department
A Component Unit of the City of Rogers, Arkansas

Schedule of Principal and Interest Payments
Sewer Revenue Refunding Bonds – Series 2016
June 30, 2022

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL
2023	$ 1,175,000	4.000%	$ 301,700	$ 1,476,700
2024	1,220,000	4.000%	253,800	1,473,800
2025	1,265,000	4.000%	204,100	1,469,100
2026	1,315,000	4.000%	152,500	1,467,500
2027	1,365,000	4.000%	98,900	1,463,900
2028	1,420,000	4.000%	43,200	1,463,200
2029	370,000	4.000%	7,400	377,400
Balance, June 30, 2022	$ 8,130,000		$ 1,061,600	$ 9,191,600

Dated: December 13, 2016

Payment Dates: November 1

Interest Payment Dates: November 1 and May 1

Payable to: Regions Bank; Little Rock, Arkansas

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedule of Fixed Assets
Year ended June 30, 2021

Fixed Assets

	Balance June 30, 2021	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2022
Land	$ 663,254	$ -	$ -	$ 663,254
Office equipment	749,371	45,712	(324,911)	470,172
Vehicles	1,372,225	28,016	(14,035)	1,386,206
Shop equipment	57,905	-	(4,551)	53,354
Field equipment	1,254,268	132,177	(8,815)	1,377,630
Radio equipment	56,493	3,015	-	59,508
Water meters	3,463,834	353,108	(129,250)	3,687,692
Sewer system	51,388,036	583,920	-	51,971,956
Pollution control facility	65,517,352	5,086,877	(4,057)	70,600,172
Structures and parking lots	2,123,671	-	-	2,123,671
Easements	1,141,899	-	-	1,141,899
Software hosting	90,000	358,328	(33,828)	414,500
Contributed sewer system	46,827,808	1,459,388	-	48,287,196
	174,706,116	8,050,541	(519,447)	182,237,210
Construction in progress	3,740,139	4,888,553	(5,351,414)	3,277,278
	$ 178,446,255	$ 12,939,094	$ (5,870,861)	$ 185,514,488

Accumulated Depreciation and Amortization

	Balance June 30, 2021	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2022
Office equipment	$ 626,421	$ 77,385	$ (323,443)	$ 380,363
Vehicles	1,079,716	100,881	(14,035)	1,166,562
Shop equipment	52,522	1,950	(4,551)	49,921
Field equipment	990,282	70,198	(8,815)	1,051,665
Radio equipment	48,894	2,377	-	51,271
Water meters	845,193	187,812	(129,250)	903,755
Sewer system	19,329,748	1,008,464	-	20,338,212
Pollution control facility	26,535,386	2,390,392	-	28,925,778
Structures and parking lots	1,261,179	82,245	-	1,343,424
Software hosting	27,500	94,900	-	122,400
Contributed sewer system	10,136,542	955,893	-	11,092,435
	$ 60,933,383	$ 4,972,497	$ (480,094)	$ 65,425,786

See Independent Auditor's Report.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedule of Fixed Assets
Year ended June 30, 2020

Fixed Assets

	Balance June 30, 2020	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2021
Land	$ 663,254	$ -	$ -	$ 663,254
Office equipment	714,686	45,560	(10,875)	749,371
Vehicles	1,370,542	56,606	(54,923)	1,372,225
Shop equipment	61,750	2,844	(6,689)	57,905
Field equipment	1,220,046	91,844	(57,622)	1,254,268
Radio equipment	57,013	-	(520)	56,493
Water meters	3,243,944	410,897	(191,007)	3,463,834
Sewer system	50,586,509	801,527	-	51,388,036
Pollution control facility	56,836,196	9,192,915	(511,759)	65,517,352
Structures and parking lots	2,123,671	-	-	2,123,671
Easements	1,141,899	-	-	1,141,899
Software hosting	-	90,000	-	90,000
Contributed sewer system	41,157,919	5,669,889	-	46,827,808
	159,177,429	16,362,082	(833,395)	174,706,116
Construction in progress	9,825,920	3,573,070	(9,658,851)	3,740,139
	$ 169,003,349	$ 19,935,152	$ (10,492,246)	$ 178,446,255

Accumulated Depreciation and Amortization

	Balance June 30, 2020	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2021
Office equipment	$ 579,754	$ 57,541	$ (10,874)	$ 626,421
Vehicles	1,039,116	95,523	(54,923)	1,079,716
Shop equipment	57,259	1,952	(6,689)	52,522
Field equipment	997,196	50,709	(57,623)	990,282
Radio equipment	46,693	2,721	(520)	48,894
Water meters	821,142	215,059	(191,008)	845,193
Sewer system	18,334,566	995,182	-	19,329,748
Pollution control facility	25,030,088	2,017,056	(511,758)	26,535,386
Structures and parking lots	1,178,865	82,314	-	1,261,179
Software hosting	-	27,500		27,500
Contributed sewer system	9,241,628	894,914	-	10,136,542
	$ 57,326,307	$ 4,440,471	$ (833,395)	$ 60,933,383

Rogers Water Utilities Sewer Department
A Component Unit of the City of Rogers, Arkansas

Schedule of Sewer System Rates
June 30, 2022 and 2021

In November 2019, the City Council approved a 5-year rate increase schedule with the first increase effective April 1, 2020. The subsequent rate increases will occur each July 1, 2021-2025. The rates in place prior to 4/1/2020, new rates effective 4/1/2020 and the rates effective 7/1/2021 are shown below.

Monthly Sewer Rates For Customers	Inside the City		
	Prior to 7/1/2021	**Effective 7/1/2021**	**Effective 7/1/2022**
Flat rate of	$12.43	$13.92	$15.18
In addition to (up to 100,000)	$4.32 / thousand	$4.84 / thousand	$5.28 / thousand
All over 100,000	$4.27 / thousand	$4.78 / thousand	$5.21 / thousand

Monthly Sewer Rates For Customers	Outside the City		
	Prior to 7/1/2021	**Effective 7/1/2021**	**Effective 7/1/2022**
Flat rate of	$16.24	$18.19	$19.83
In addition to (up to 100,000)	$5.63 / thousand	$6.31 / thousand	$6.88 / thousand
All over 100,000	$5.63 / thousand	$6.31 / thousand	$6.88 / thousand

Monthly Sewer Rates For Customers	City of Lowell, Arkansas		
	Prior to 7/1/2021	**Effective 7/1/2021**	**Effective 7/1/2022**
Flat rate of	$14.91	$16.71	$18.21
In addition to (up to 100,000)	$5.18 / thousand	$5.81 / thousand	$6.33 / thousand
All over 100,000	$5.12 / thousand	$5.73 / thousand	$6.25 / thousand

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Sewer Customers
June 30, 2022 and 2021

SEWER CUSTOMER CLASSIFICATIONS	NUMBER OF CUSTOMERS 2022	2021
Residential customers	23,123	22,732
Commercial customers	2,006	1,973
Industrial customers	32	32
Total	25,161	24,737

See Independent Auditor's Report.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Billable Gallons
Years ended June 30, 2022 and 2021

BILLABLE GALLONS CLASSIFICATIONS	NUMBER OF BILLABLE GALLONS 2022	2021
Residential customers	1,074,880,400	1,122,943,600
Commercial customers	548,923,600	490,790,800
Industrial customers	470,576,600	436,990,900
Total	2,094,380,600	2,050,725,300

See Independent Auditor's Report.

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*

Waterworks and Sewer Commission
Rogers Water Utilities Sewer Department
Rogers, 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 **Rogers Water Utilities Sewer Department** (the Sewer Department), a component unit of the City of Rogers, Arkansas, which comprise the statement of net position as of June 30, 2022, and the related statements of revenues, expenses, and changes in net position, and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated October 5, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Sewer Department'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 our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Sewer Department's internal control. Accordingly, we do not express an opinion on the effectiveness of the Sewer Department's 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 Sewer Department'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 and, therefore, material weaknesses or significant deficiencies may exist that were not identified. 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 Sewer Department's 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 financial statements. 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 Sewer Department'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 Sewer Department's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Landmark PLC

Rogers, Arkansas
October 5, 2022

September 22, 2022

To: The Rogers Water and Sewer Commission

From: Jennifer Lattin, Controller

Re: August 2022 Financial Information

Water Department

- Billed revenue for the month of August 2022 is up 38.96% from August 2021. August 2022 includes one less billing day compared to August 2021.
- Water consumption is up 26.91% from August 2021.
- The Water Department reported a profit of $875,000 for August 2022. A profit of $490,000 was reported for August 2021. The difference is due to an overall increase in revenues ($513,000) with an increase in expenses ($30,000). Revenues increased primarily due to the dry weather conditions present in June-July, and are represented in August billing.
- Fiscal year to date collections of access and impact fee revenue for FY 23 are $118,000. This compares to year-to-date access and impact fee revenue of $227,000 in FY 22 and $317,000 in FY 21.
- Year to date profit is more than the prior year and ahead of budget.

Sewer Department

- Billed revenue for the month of August 2022 is up 25.93% from August 2021. August 2022 includes one less billing day compared to August 2021.
- Sewer consumption is iup.13.54% from August 2021.
- The Sewer Department reported a profit of $617,000 for August 2022. A profit of $403,000 was reported for August 2021. The difference is due to an overall increase in revenues ($320,000) with an increase in expenses ($106,000).
- Fiscal year to date collections of access and impact fee revenue for FY 23 are $223,000. This compares to year-to-date access and impact fee revenue of $402,000 in FY 22 and $637,000 in FY 21.
- Year to date profit is more than the prior year and ahead of budget.

Other Financial Reporting Items

- Total restricted and unrestricted funds are $45.4 million for August 2022. This is an overall increase of $2.3 million from August 2021.
    - Water funds increased by approximately $170,000 and Sewer funds increased by $2.15 million.
    - $7.2 million of the $45.4 million total funds is restricted for specific use such as debt service, meter deposits, access and impact fees, and depreciation.

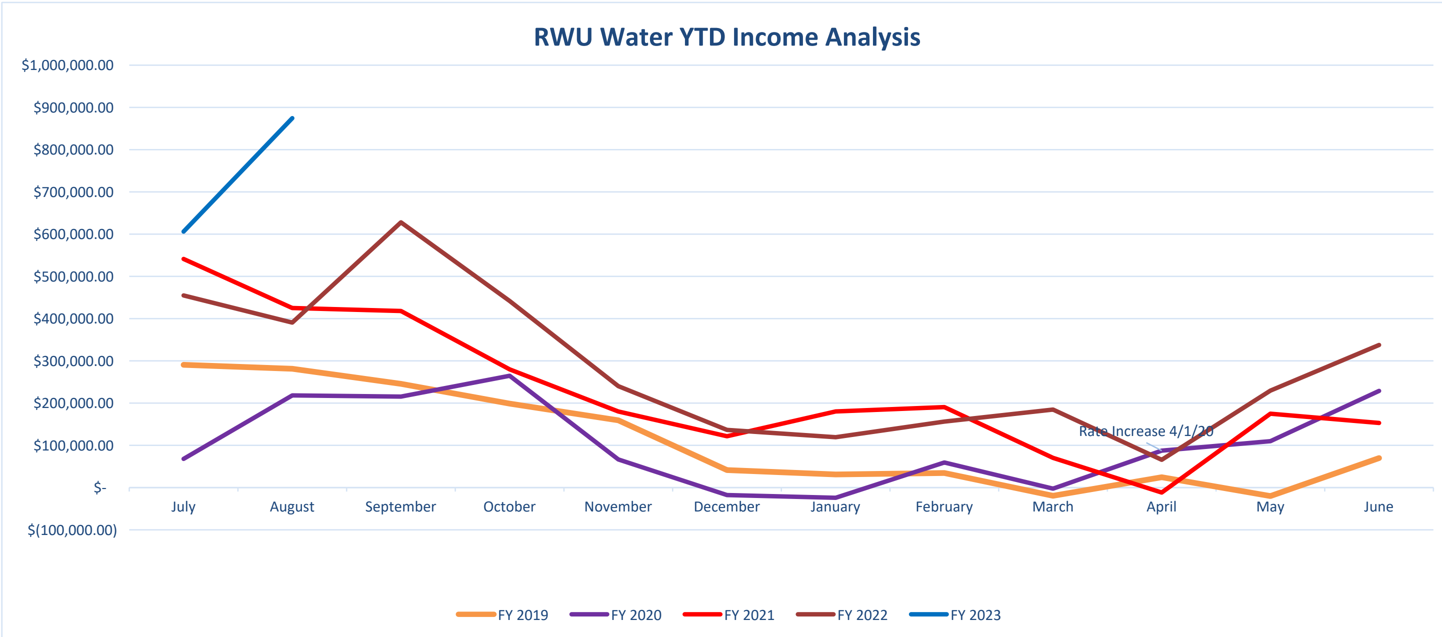
ROGERS WATER UTILITIES
SCHEDULE OF FUNDS
August 2022

	UNRE-STRICTED	RESTRICTED Meter Deposits	Debt Reserve	Access/ Impact Fees	Depreci-ation	TOTAL RESTRIC-TED	GRAND TOTAL
WATER							
Petty Cash	$ 1,725					$ -	$ 1,725
Checking - O&M	148,975					-	148,975
Checking-Bank of Rogers	424,089					-	424,089
Savings-Utility Money Fund	2,424,868					-	2,424,868
Savings-Depr Money Fund					16,347	16,347	16,347
Savings-O&M Money Fund	1,663,389					-	1,663,389
Access/Impact Fees-Simmons				391,144		391,144	391,144
Investments-CD's	11,598,431	1,082,320			2,475,391	3,557,710	15,156,141
Checking-Meter Deposits		307,568				307,568	307,568
Regions Bank-2012 Bonds			403,821			403,821	403,821
Regions Bank-2016 Bonds			337,297			337,297	337,297
TOTAL WATER	16,261,477	1,389,887	741,118	391,144	2,491,738	5,013,887	21,275,364
SEWER							
Petty Cash	150					$ -	$ 150
Savings-Depr Money Fund					419,915	419,915	419,915
Savings-O&M Money Fund	3,901,661					-	3,901,661
Access/Impact Fees-Simmons				737,193		737,193	737,193
Investments-CD's	18,056,424					-	18,056,424
Regions Bank-2010 Bonds			-			-	-
Regions Bank-2016 Bonds			989,555			989,555	989,555
TOTAL SEWER	21,958,235	-	989,555	737,193	419,915	2,146,663	24,104,898
GRAND TOTAL	$ 38,219,712	$ 1,389,887	$ 1,730,673	$ 1,128,338	$ 2,911,653	$ 7,160,550	$ 45,380,262

Rogers Water Utilities
Monthly Income (Loss) comparisions

WATER	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023		
July	$ 290,624.33	$ 67,942.45	$ 541,237.37	$ 454,860.39	$ 606,058.75		
August	$ 281,270.03	$ 218,202.22	$ 425,096.75	$ 390,617.95	$ 874,535.33		
September	$ 245,594.35	$ 215,407.80	$ 418,050.13	$ 627,942.89			
October	$ 198,756.49	$ 264,699.00	$ 279,870.37	$ 441,784.79			
November	$ 159,271.94	$ 66,632.11	$ 180,158.06	$ 240,127.46			
December	$ 41,435.70	$ (17,714.79)	$ 121,537.90	$ 136,549.32			
January	$ 31,081.88	$ (24,131.21)	$ 180,239.50	$ 119,263.06			
February	$ 34,474.80	$ 59,398.57	$ 190,514.70	$ 156,254.78			
March	$ (19,411.36)	$ (2,521.91)	$ 70,327.68	$ 184,685.89			
April	$ 24,500.39	$ 87,454.59	$ (11,743.18)	$ 65,761.31			
May	$ (20,066.58)	$ 109,845.99	$ 174,894.19	$ 229,534.70			
June	$ 69,833.07	$ 228,880.37	$ 153,001.57	$ 337,611.80			
YTD Income (Loss)	**$ 1,337,365.04**	**$ 1,274,095.19**	**$ 2,723,185.04**	**$ 3,384,994.34**	**$ 1,480,594.08**	$ 635,115.74	Change From Same Period Last Year
Income (Loss) Before APERS Pension Adjustment	$ 1,337,365.04	$ 1,274,095.19	$ 2,723,185.04	$ 3,384,994.34	$ 1,480,594.08		
APERS Pension Adjustment	*$ (98,788.44)*	*$ (140,186.49)*	*$ (180,687.98)*	*$ 260,620.21*	*$ -*		
Income per Audited Financial Stmts	$ 1,238,576.60	$ 1,133,908.70	$ 2,542,497.06	$ 3,645,614.55	$ 1,480,594.08		
Annual Budget	**$ 1,185,000.00**	**$ 840,000.00**	**$ 1,390,000.00**	**$ 2,675,000.00**	**$ 3,415,000.00**		

SEWER	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023		
July	$ 311,400.74	$ 398,073.34	$ 711,184.94	$ 696,353.90	$ 593,693.29		
August	$ 261,571.66	$ 320,157.10	$ 490,628.78	$ 403,049.30	$ 617,369.21		
September	$ 368,965.92	$ 303,886.14	$ 424,686.61	$ 564,331.31			
October	$ 305,380.22	$ 381,315.31	$ 318,029.39	$ 401,011.64			
November	$ 341,929.24	$ 254,557.18	$ 270,245.00	$ 338,228.02			
December	$ 273,317.22	$ 210,337.78	$ 412,230.13	$ 335,382.96			
January	$ 280,808.92	$ 225,259.50	$ 475,875.60	$ 303,246.65			
February	$ 249,518.51	$ 313,533.41	$ 725,106.18	$ 292,158.17			
March	$ 186,994.97	$ 106,724.51	$ 258,586.89	$ 417,621.45			
April	$ 290,639.28	$ 287,897.69	$ 256,048.98	$ 178,311.71			
May	$ 222,095.65	$ 360,527.55	$ 389,060.34	$ 302,311.30			
June	$ 306,611.99	$ 515,655.80	$ 570,612.24	$ 701,261.24			
YTD Income (Loss)	**$ 3,399,234.32**	**$ 3,677,925.31**	**$ 5,302,295.08**	**$ 4,933,267.65**	**$ 1,211,062.50**	$ 111,659.30	Change From Same Period Last Year
FY Income (Loss) Before APERS Pension Adjustment	$ 3,399,234.32	$ 3,677,925.31	$ 5,302,295.08	$ 4,933,267.65	$ 1,211,062.50		
APERS Pension Adjustment	*$ (166,877.96)*	*$ (249,434.81)*	*$ (289,911.50)*	*$ 426,833.24*	*$ -*		
Income per Audited Financial Stmts	$ 3,232,356.36	$ 3,428,490.50	$ 5,012,383.58	$ 5,360,100.89	$ 1,211,062.50		
Annual Budget	**$ 2,865,000.00**	**$ 2,470,000.00**	**$ 3,025,000.00**	**$ 3,960,000.00**	**$ 4,620,000.00**		


RWU Water YTD Income Analysis
$1,000,000.00
$900,000.00
$800,000.00
$700,000.00
$600,000.00
$500,000.00
$400,000.00
$300,000.00
$200,000.00
$100,000.00
$-
$(100,000.00)
July
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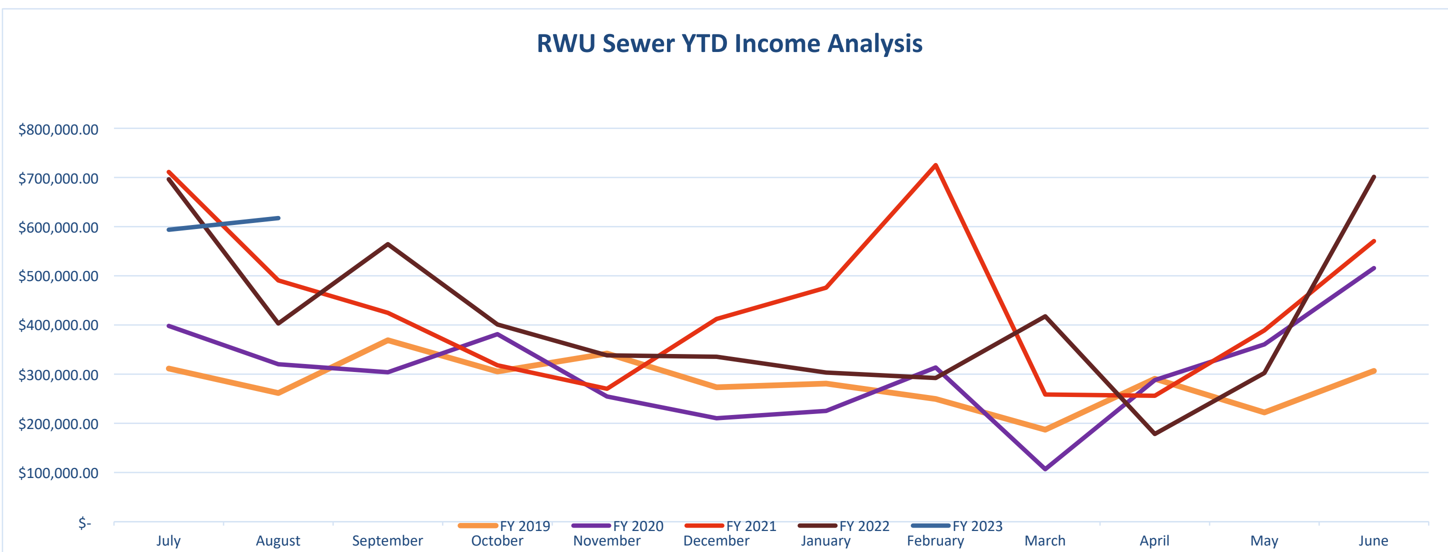
June
Rate Increase 4/1/20
FY 2019
FY 2020
FY 2021
FY 2022
FY 2023


RWU Sewer YTD Income Analysis
$800,000.00
$700,000.00
$600,000.00
$500,000.00
$400,000.00
$300,000.00
$200,000.00
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July
August
September
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January
February
March
April
May
June
FY 2019
FY 2020
FY 2021
FY 2022
FY 2023

WATER CASH RECEIPTS
AUGUST 2022

CASH RECEIPTS	$1,917,224.38
ACCTS RECEIVABLE OTHER	$20,400.00
METER DEPOSITS	$7,915.00
SERVICE CHARGES	$7,600.00
FEES	$88,428.90
MISCELLANEOUS	$45,247.68
TRASH	$397,870.74
DEPRECIATION	$86,950.67
TOTAL	$2,571,637.37

REVENUE BILLED AUGUST, 2022		CUSTOMERS	CONSUMPTION
RESIDENTIAL	$849,114.52	27,132	162,630,600
RESIDENTIAL IRRIG	$382,665.32	4,859	84,928,700
COMMERCIAL	$546,235.26	3,128	124,224,000
INDUSTRIAL	$176,571.56	46	52,502,700
HYDRANTS	$1,200.00		
FIRE LINES	$10,600.00	35,165	424,286,000
PENALTY	$11,868.37		
SERVICE CHARGE	$6,318.00		
NEW CUSTOMER FEES	$25.00		
TOTAL	$1,984,598.03		

REVENUE BILLED AUGUST, 2021			
RESIDENTIAL	$614,508.37	26,687	130,326,600
RESIDENTIAL IRRIG	$257,778.99	4,674	62,955,400
COMMERCIAL	$399,641.74	3,053	99,125,700
INDUSTRIAL	$126,658.63	46	41,925,600
HYDRANTS	$1,180.00		
FIRE LINES	$10,140.00	34,460	334,333,300
PENALTY	$11,290.15		
SERVICE CHARGE	$6,952.00		
NEW CUSTOMER FEES	$25.00		
TOTAL	$1,428,174.88		

INCREASE (DECREASE)	$556,423.15	705	89,952,700
CHANGE FROM 2021	38.96%	2.05%	26.91%

PURCHASE FROM BEAVER WATER DISTRICT		
AUGUST, 2022	$ 610,568.07	433,027,000
AUGUST, 2021	$ 587,630.22	425,819,000

CITY OF ROGERS METERED CONSUMPTION	
AUGUST, 2022	9,718,400
AUGUST, 2021	6,857,000

SEWER CASH RECEIPTS
AUGUST 2022

CASH RECEIPTS	$1,224,247.28
FEES	$7,600.00
MISCELLANEOUS	$88,428.90
ACCOUNTS RECEIVABLE OTHER	$45,247.68
DEPRECIATION	$86,950.67
	$1,452,474.53

O&M	$1,365,523.86
DEPRECIATION	$86,950.67
	$1,452,474.53

REVENUE BILLED AUGUST, 2022		CUSTOMERS	CONSUMPTION
RESIDENTIAL	$930,240.98	23,148	108,395,500
COMMERCIAL	$292,584.03	2,034	49,619,100
INDUSTRIAL	$262,142.59	32	50,192,900
PENALTY	$13,666.83		
OTHER CHARGES	$10,187.38		
NEW CUSTOMER FEES	$30.00	25,214	208,207,500
TOTAL	$1,508,851.81		
REVENUE BILLED AUGUST, 2021			
RESIDENTIAL	$792,601.56	22,800	97,310,700
COMMERCIAL	$249,010.55	1,979	45,931,500
INDUSTRIAL	$135,409.40	32	40,143,600
PENALTY/SURCHARGES	$14,319.06		
NEW CUSTOMER FEES	$6,833.49	24,811	183,385,800
TOTAL	$1,198,174.06		
INCREASE (DECREASE)	$310,677.75	403	24,821,700
CHANGE FROM 2021	25.93%	1.62%	13.54%

Balance Sheet
Account Summary
As Of 08/31/2022

Rogers Water Utilities, AR

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
Fund: 1 - WATER				
Assets				
**** ASSETS & DEFERRED OUTFLOWS****				
GLCategory: 010 - CASH-DEMAND DEPOSITS				
1-0100.00	PETTY CASH AND CHANGE FUNDS	1,725.00	1,725.00	0.00
1-0100.09	CHECKING-O&M ACCOUNT	148,974.94	36,162.18	112,812.76
1-0100.11	CHECKING-FNBANK OF ROGERS	424,089.37	298,044.05	126,045.32
1-0111.05	SAVINGS-UTILITY MONEY FUND	2,424,868.07	1,021,120.71	1,403,747.36
1-0111.08	SAVINGS-DEPR MONEY FUND	16,346.89	264,437.91	-248,091.02
1-0111.09	SAVINGS-O & M MONEY FUND	1,663,388.91	3,376,478.10	-1,713,089.19
1-0120.00	ACCESS/IMPACT FEES-SIMMONS	391,144.22	569,586.29	-178,442.07
	Total GLCategory 010 - CASH-DEMAND DEPOSITS:	**5,070,537.40**	**5,567,554.24**	**-497,016.84**
GLCategory: 020 - INVESTMENTS				
1-0215.00	INVESTMENT-O&M	1,020,070.43	1,017,137.46	2,932.97
1-0215.01	INVESTMENT-O&M	756,518.16	754,697.09	1,821.07
1-0215.02	INVESTMENT-O&M	1,058,553.34	1,056,864.53	1,688.81
1-0215.03	INVESTMENT-METER DEPOSITS	545,236.80	543,751.55	1,485.25
1-0215.05	INVESTMENT-METER DEPOSITS	537,082.78	536,077.08	1,005.70
1-0215.07	INVESTMENT-O&M	540,093.03	538,077.29	2,015.74
1-0215.08	INVESTMENT-DEPRECIATION	536,876.20	535,332.53	1,543.67
1-0215.10	INVESTMENT-O&M	1,058,375.27	1,056,202.31	2,172.96
1-0215.11	INVESTMENT-DEPRECIATION	539,589.22	538,734.81	854.41
1-0215.12	INVESTMENT-O&M	0.00	502,000.00	-502,000.00
1-0215.15	INVESTMENT-O&M	540,093.03	538,366.43	1,726.60
1-0215.16	INVESTMENT-DEPRECIATION	871,131.97	868,166.29	2,965.68
1-0215.17	INVESTMENT-O&M	1,070,990.31	1,067,887.89	3,102.42
1-0215.19	INVESTMENT-O&M	1,102,741.40	0.00	1,102,741.40
1-0215.21	INVESTMENT-O&M	1,049,778.88	1,046,441.07	3,337.81
1-0215.22	INVESTMENT-O&M	1,073,965.34	1,070,938.85	3,026.49
1-0215.23	INVESTMENT-DEPRECIATION	527,793.47	526,326.24	1,467.23
1-0215.24	INVESTMENT-O&M	1,102,370.77	1,100,443.16	1,927.61
1-0215.25	INVESTMENT-O&M	524,880.86	523,371.69	1,509.17
1-0215.26	INVESTMENT-O&M	700,000.00	700,000.00	0.00
	Total GLCategory 020 - INVESTMENTS:	**15,156,141.26**	**14,520,816.27**	**635,324.99**
GLCategory: 030 - ACCOUNTS RECEIVABLE				
1-0300.00	ACCTS REC-CUSTOMERS	2,530,957.73	1,876,126.35	654,831.38
1-0300.01	UNAPPLIED CREDITS	509.35	0.00	509.35
1-0300.05	ACCTS REC-OTHER	-35,735.70	37,988.15	-73,723.85
1-0300.15	ACCTS REC-UNBILLED REVENUE	740,000.00	615,000.00	125,000.00
1-0300.20	ALLOWANCE FOR BAD DEBTS	-115,500.00	-141,000.00	25,500.00
	Total GLCategory 030 - ACCOUNTS RECEIVABLE:	**3,120,231.38**	**2,388,114.50**	**732,116.88**
GLCategory: 035 - DUE FROM OTHER FUNDS				
1-0350.02	DUE FROM SEWER	5,154,478.79	0.00	5,154,478.79
	Total GLCategory 035 - DUE FROM OTHER FUNDS:	**5,154,478.79**	**0.00**	**5,154,478.79**
GLCategory: 040 - OTHER CURRENT ASSETS				
1-0400.00	ACCRUED INTEREST	16,658.88	5,828.47	10,830.41
1-0400.01	PREPAID PROFESSIONAL FEES	-2,143.97	10,083.34	-12,227.31
1-0400.05	PREPAID-WORKMANS COMP	11,762.75	10,838.54	924.21
1-0400.10	PREPAID-INSURANCE	23,156.15	18,311.70	4,844.45
1-0400.15	PREPAID-MAINT CONTRACT	74,014.78	49,637.90	24,376.88
	Total GLCategory 040 - OTHER CURRENT ASSETS:	**123,448.59**	**94,699.95**	**28,748.64**

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
GLCategory: 050 - RESTRICTED FUNDS				
1-0500.00	CHECKING-METER DEPOSITS	307,567.76	307,727.04	-159.28
1-0512.14	REGIONS BANK - DEBT - 2012	403,821.04	391,756.04	12,065.00
1-0516.14	REGIONS BANK - DEBT - 2016	337,296.92	317,374.31	19,922.61
	Total GLCategory 050 - RESTRICTED FUNDS:	**1,048,685.72**	**1,016,857.39**	**31,828.33**
GLCategory: 060 - INVENTORY				
1-0600.00	INVENTORY	580,219.85	369,025.89	211,193.96
	Total GLCategory 060 - INVENTORY:	**580,219.85**	**369,025.89**	**211,193.96**
GLCategory: 080 - PROPERTY PLANT & EQUIPMENT				
1-0800.00	OFFICE EQUIPMENT	547,871.93	756,666.23	-208,794.30
1-0800.01	VEHICLES	614,277.74	588,580.53	25,697.21
1-0800.02	SHOP EQUIPMENT & TOOLS	46,900.46	49,801.30	-2,900.84
1-0800.03	FIELD EQUIPMENT	836,365.22	736,684.62	99,680.60
1-0800.04	COMMUNICATION EQUIPMENT	32,401.94	29,386.54	3,015.40
1-0800.05	PUMPING EQUIPMENT	90,978.84	78,287.29	12,691.55
1-0800.08	WATER METERS	3,760,388.30	3,460,841.60	299,546.70
1-0800.09	WATER SERVICES	1,378,630.38	1,378,630.38	0.00
1-0800.10	WATER TOWERS	13,498,650.00	12,093,909.25	1,404,740.75
1-0800.11	MAIN LINE	57,175,519.77	54,077,756.15	3,097,763.62
1-0800.13	STRUCTURES & PARKING LOT	1,748,694.00	1,744,205.15	4,488.85
1-0800.14	LAND	273,619.89	273,619.89	0.00
1-0800.15	EASEMENTS	460,360.70	460,360.70	0.00
1-0800.20	CONTRIBUTED MAIN LINE	55,729,531.85	53,362,891.93	2,366,639.92
1-0800.25	CONSTRUCTION IN PROGRESS	3,852,442.69	3,394,886.54	457,556.15
1-0800.50	ACCM DEPR-OFFICE EQUIPMENT	-397,135.25	-634,056.67	236,921.42
1-0800.51	ACCM DEPR-VEHICLES	-459,808.05	-430,229.67	-29,578.38
1-0800.52	ACCM DEPR-SHOP EQUIP/TOOLS	-46,471.40	-48,854.82	2,383.42
1-0800.53	ACCM DEPR-FIELD EQUIPMENT	-570,226.04	-542,074.65	-28,151.39
1-0800.54	ACCM DEPR-COMMUNICATION EQUIPMENT	-23,952.77	-21,527.17	-2,425.60
1-0800.55	ACCM DEPR-PUMPING EQUIP	-57,340.67	-49,354.27	-7,986.40
1-0800.58	ACCM DEPR-WATER METERS	-924,760.57	-777,522.05	-147,238.52
1-0800.59	ACCM DEPR-WATER SERVICE	-1,332,653.28	-1,313,907.83	-18,745.45
1-0800.60	ACCM DEPR-WATER TOWERS	-5,164,411.64	-4,905,951.01	-258,460.63
1-0800.61	ACCM DEPR-MAINLINE	-19,932,101.68	-18,830,081.47	-1,102,020.21
1-0800.63	ACCM DEPR-STRUCTURE/PARK	-1,248,884.69	-1,186,379.69	-62,505.00
1-0800.80	ACCM DEPR-CONTRIBUTED MAIN LINE	-12,243,012.97	-11,149,422.37	-1,093,590.60
	Total GLCategory 080 - PROPERTY PLANT & EQUIPMENT:	**97,645,874.70**	**92,597,146.43**	**5,048,728.27**
GLCategory: 081 - INTANGIBLE ASSETS				
1-0810.00	SOFTWARE HOSTING ARRANGEMENTS	414,500.00	90,000.00	324,500.00
1-0810.50	ACCM AMORT-SOFTWARE HOSTING ARRAN	-129,610.00	-32,500.00	-97,110.00
	Total GLCategory 081 - INTANGIBLE ASSETS:	**284,890.00**	**57,500.00**	**227,390.00**
GLCategory: 090 - DEFERRED OUTFLOWS/PENSION ASSETS				
1-0900.14	DEFERRED OUTFLOWS/PENSIONS	322,491.27	556,560.06	-234,068.79
	Total GLCategory 090 - DEFERRED OUTFLOWS/PENSION ASSETS:	**322,491.27**	**556,560.06**	**-234,068.79**
	Total ** ASSETS & DEFERRED OUTFLOWS:**	**128,506,998.96**	**117,168,274.73**	**11,338,724.23**
	Total Assets:	**128,506,998.96**	**117,168,274.73**	**11,338,724.23**

Liability

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
**** LIABILITIES & DEFERRED INFLOWS ****				
GLCategory: 100 - ACCOUNTS PAYABLE				
1-1100.00	ACCOUNTS PAYABLE-TRADE	723,881.28	901,449.10	177,567.82
1-1100.02	ACCOUNTS PAYABLE-ORION WASTE SOLUTI	923,693.86	867,480.57	-56,213.29
1-1100.04	ACCOUNTS PAYABLE-SEWER	0.00	461,822.91	461,822.91
1-1100.06	CONTRACTOR CASH BONDS PAYABLE	15,000.00	15,000.00	0.00
1-1100.10	ACCOUNTS PAYABLE-H20 PROGRAM	372.00	502.00	130.00
1-1100.20	FEDERAL INC TAX WITHHELD	0.00	-256.10	-256.10
1-1100.21	FICA W/HELD	0.00	-519.22	-519.22

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
1-1100.30	STATE INC TAX WITHHELD	2,418.46	-64.96	-2,483.42
1-1100.51	SALES/USE TAX PAYABLE	120,496.84	80,677.57	-39,819.27
1-1109.01	MISC PAYROLL DEDUCTIONS	45.18	-52.20	-97.38
1-1109.02	DENTAL & SUPPLEMENTAL INS WITHHELD	615.53	-369.86	-985.39
	Total GLCategory 100 - ACCOUNTS PAYABLE:	**1,786,523.15**	**2,325,669.81**	**539,146.66**
GLCategory: 120 - ACCRUED LIABILITIES				
1-1200.60	WAGES PAYABLE	20,720.74	71,353.23	50,632.49
1-1200.65	ACCRUED VAC/SICK LEAVE	316,126.83	289,647.58	-26,479.25
1-1200.80	SOFTWARE HOSTING ARRANGEMENT-CITYV	197,459.99	40,000.00	-157,459.99
1-1200.81	SOFTWARE HOSTING ARRANGEMENT-TYLEF	43,943.55	0.00	-43,943.55
1-1258.12	2012 BOND PREMIUM	17,139.56	19,531.28	2,391.72
1-1258.16	2016 BOND PREMIUM	378,811.90	406,529.86	27,717.96
1-1278.12	2012/2004 DEF. REFUNDING COSTS	-347,070.35	-395,498.99	-48,428.64
1-1278.16	2016/2006 DEF. REFUNDING COSTS	-99,261.69	-106,524.81	-7,263.12
1-1279.16	2016 PREPAID BOND INSURANCE	-11,380.54	-12,213.34	-832.80
1-1280.12	LONG-TERM BONDS - 2012	6,195,000.00	6,650,000.00	455,000.00
1-1280.16	LONG-TERM BONDS - 2016	11,950,000.00	12,315,000.00	365,000.00
	Total GLCategory 120 - ACCRUED LIABILITIES:	**18,661,489.99**	**19,277,824.81**	**616,334.82**
GLCategory: 130 - OTHER LIABILITIES				
1-1104.01	APERS CONTRIBUTORY	0.00	-657.66	-657.66
1-1300.00	METER DEPOSITS	1,338,558.00	1,292,567.00	-45,991.00
1-1300.01	ACCESS/IMPACT FEES-SIMMONS	94,300.00	119,825.00	25,525.00
	Total GLCategory 130 - OTHER LIABILITIES:	**1,432,858.00**	**1,411,734.34**	**-21,123.66**
GLCategory: 135 - DUE TO OTHER FUNDS				
1-1350.02	DUE TO SEWER	6,131,257.98	0.00	-6,131,257.98
	Total GLCategory 135 - DUE TO OTHER FUNDS:	**6,131,257.98**	**0.00**	**-6,131,257.98**
GLCategory: 140 - DEFERRED INFLOWS/PENSION LIABILITIES				
1-1400.00	NET PENSION LIABILITY	532,927.95	1,952,891.83	1,419,963.88
1-1400.14	DEFERRED INFLOWS/PENSIONS	988,748.47	63,473.59	-925,274.88
	Total GLCategory 140 - DEFERRED INFLOWS/PENSION LIABILITIES:	**1,521,676.42**	**2,016,365.42**	**494,689.00**
	Total ** LIABILITIES & DEFERRED INFLOWS **:	**29,533,805.54**	**25,031,594.38**	**-4,502,211.16**
	Total Liability:	**29,533,805.54**	**25,031,594.38**	**-4,502,211.16**
Equity				
**** EQUITY ****				
GLCategory: 200 - FUND BALANCE				
1-1900.00	CONTRIBUTED SURPLUS	62,560,208.39	60,004,425.61	2,555,782.78
1-1900.05	EARNED SURPLUS	31,286,776.40	31,286,776.40	0.00
1-2000.00	FUND BALANCE	3,645,614.55	0.00	3,645,614.55
	Total GLCategory 200 - FUND BALANCE:	**97,492,599.34**	**91,291,202.01**	**6,201,397.33**
	Total ** EQUITY **:	**97,492,599.34**	**91,291,202.01**	**6,201,397.33**
	Total Beginning Equity:	**97,492,599.34**	**91,291,202.01**	**6,201,397.33**
Total Revenue		4,053,512.16	3,198,279.29	855,232.87
Total Expense		2,572,918.08	2,352,800.95	-220,117.13
Revenues Over/(Under) Expenses		**1,480,594.08**	**845,478.34**	**635,115.74**
	Total Equity and Current Surplus (Deficit):	**98,973,193.42**	**92,136,680.35**	**6,836,513.07**
	Total Liabilities, Equity and Current Surplus (Deficit):	**128,506,998.96**	**117,168,274.73**	**11,338,724.23**

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
Fund: 2 - SEWER				
Assets				
**** ASSETS & DEFERRED OUTFLOWS****				
GLCategory: 010 - CASH-DEMAND DEPOSITS				
2-0100.00	PETTY CASH	150.00	150.00	0.00
2-0111.08	SAVINGS-DEPR MONEY FUND	419,914.91	258,228.25	161,686.66
2-0111.09	SAVINGS-O & M MONEY FUND	3,901,661.07	3,696,925.38	204,735.69
2-0120.00	ACCESS/IMPACT FEES-SIMMONS	737,193.43	1,020,817.47	-283,624.04
	Total GLCategory 010 - CASH-DEMAND DEPOSITS:	**5,058,919.41**	**4,976,121.10**	**82,798.31**
GLCategory: 020 - INVESTMENTS				
2-0215.00	INVESTMENT-O&M	1,020,000.00	1,111,686.37	-91,686.37
2-0215.01	INVESTMENT-O&M	651,541.37	650,509.69	1,031.68
2-0215.02	INVESTMENT-O&M	1,512,563.09	1,509,289.92	3,273.17
2-0215.03	INVESTMENT-O&M	1,070,990.31	1,067,887.87	3,102.44
2-0215.04	INVESTMENT-O&M	532,008.28	531,172.53	835.75
2-0215.05	INVESTMENT-O&M	1,033,751.73	1,031,348.13	2,403.60
2-0215.06	INVESTMENT-O&M	1,077,500.00	1,075,000.00	2,500.00
2-0215.08	INVESTMENT-O&M	539,563.91	538,077.29	1,486.62
2-0215.09	INVESTMENT-O&M	532,790.71	531,299.41	1,491.30
2-0215.10	INVESTMENT-O&M	1,062,012.75	1,058,379.57	3,633.18
2-0215.11	INVESTMENT-O&M	1,058,553.28	1,056,864.48	1,688.80
2-0215.12	INVESTMENT-O&M	1,503,232.84	1,500,604.31	2,628.53
2-0215.16	INVESTMENT-O&M	1,031,249.80	1,028,284.68	2,965.12
2-0215.17	INVESTMENT-O&M	554,579.61	553,079.45	1,500.16
2-0215.18	INVESTMENT-O&M	1,028,247.30	1,026,668.39	1,578.91
2-0215.19	INVESTMENT-O&M	993,253.19	900,310.78	92,942.41
2-0215.23	INVESTMENT-O&M	850,000.00	850,000.00	0.00
2-0215.30	INVESTMENT-O&M	1,252,467.50	0.00	1,252,467.50
2-0215.31	INVESTMENT-O&M	752,118.08	0.00	752,118.08
	Total GLCategory 020 - INVESTMENTS:	**18,056,423.75**	**16,020,462.87**	**2,035,960.88**
GLCategory: 030 - ACCOUNTS RECEIVABLE				
2-0300.00	ACCTS REC-CUSTOMERS	1,467,795.80	1,254,765.03	213,030.77
2-0300.05	ACCTS REC-OTHER	19,889.79	9,836.06	10,053.73
2-0300.15	ACCTS REC-UNBILLED REVENUE	745,000.00	650,000.00	95,000.00
2-0300.20	ALLOWANCE FOR BAD DEBTS	-137,000.00	-176,000.00	39,000.00
	Total GLCategory 030 - ACCOUNTS RECEIVABLE:	**2,095,685.59**	**1,738,601.09**	**357,084.50**
GLCategory: 035 - DUE FROM OTHER FUNDS				
2-0350.01	DUE FROM WATER	6,131,257.98	0.00	6,131,257.98
	Total GLCategory 035 - DUE FROM OTHER FUNDS:	**6,131,257.98**	**0.00**	**6,131,257.98**
GLCategory: 040 - OTHER CURRENT ASSETS				
2-0400.00	ACCRUED INTEREST	25,270.25	6,331.85	18,938.40
2-0400.01	PREPAID PROFESSIONAL FEES	-2,143.97	10,083.34	-12,227.31
2-0400.05	PREPAID-WORKMANS COMP	15,835.53	16,218.46	-382.93
2-0400.10	PREPAID-INSURANCE	45,730.67	34,998.00	10,732.67
2-0400.15	PREPAID-MAINT CONTRACT	98,551.39	74,545.85	24,005.54
	Total GLCategory 040 - OTHER CURRENT ASSETS:	**183,243.87**	**142,177.50**	**41,066.37**
GLCategory: 060 - INVENTORY				
2-0600.00	INVENTORY	156,141.05	69,257.42	86,883.63
	Total GLCategory 060 - INVENTORY:	**156,141.05**	**69,257.42**	**86,883.63**
GLCategory: 070 - RESTRICTED FUNDS				
2-0716.14	REGIONS BANK - DEBT - 2016	989,554.71	954,534.91	35,019.80
	Total GLCategory 070 - RESTRICTED FUNDS:	**989,554.71**	**954,534.91**	**35,019.80**
GLCategory: 080 - PROPERTY PLANT & EQUIPMENT				
2-0800.00	OFFICE EQUIPMENT	537,307.22	750,717.55	-213,410.33
2-0800.01	VEHICLES	1,663,499.81	1,400,236.45	263,263.36
2-0800.02	SHOP EQUIPMENT & TOOLS	53,354.26	57,905.34	-4,551.08
2-0800.03	FIELD EQUIPMENT	1,429,444.93	1,272,814.10	156,630.83

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
2-0800.04	COMMUNICATION EQUIPMENT	59,508.33	56,492.93	3,015.40
2-0800.08	WATER METERS	3,737,288.80	3,418,650.83	318,637.97
2-0800.12	EASEMENTS	1,141,899.28	1,141,899.28	0.00
2-0800.13	STRUCTURES & PARKING LOT	2,116,974.25	2,112,485.40	4,488.85
2-0800.14	LAND	663,254.36	663,254.36	0.00
2-0800.16	SEWER SYSTEM	45,686,229.94	45,114,056.93	572,173.01
2-0800.17	BUILDING 2ND AND PECAN	11,186.38	11,186.38	0.00
2-0800.18	POLLUTION CONTROL FAC.	70,612,333.16	65,517,351.95	5,094,981.21
2-0800.19	SEWER REHAB.	6,346,069.65	6,277,070.33	68,999.32
2-0800.20	CONTRIBUTED SEWER SYSTEM	48,761,321.56	46,931,802.39	1,829,519.17
2-0800.25	CONSTRUCTION IN PROGRESS	3,008,498.04	3,708,311.61	-699,813.57
2-0800.50	ACCM DEPR-OFFICE EQUIPMENT	-395,942.04	-644,421.40	248,479.36
2-0800.51	ACCM DEPR-VEHICLES	-1,176,562.17	-1,087,829.01	-88,733.16
2-0800.52	ACCM DEPR-SHOP EQUIP/TOOLS	-50,220.69	-52,821.88	2,601.19
2-0800.53	ACCM DEPR-FIELD EQUIPMENT	-1,063,665.09	-1,002,282.24	-61,382.85
2-0800.54	ACCM DEPR-COMMUNICATION EQUIPMENT	-52,371.51	-49,993.53	-2,377.98
2-0800.58	ACCM DEPR-WATER METERS	-912,748.09	-755,942.37	-156,805.72
2-0800.63	ACCM DEPR-STRUCTURE/PARK	-1,346,238.76	-1,264,367.35	-81,871.41
2-0800.66	ACCM DEPR-SEWER SYSTEM	-19,251,097.30	-18,390,629.62	-860,467.68
2-0800.69	ACCM DEPR-BLDG 2ND PECAN	-11,185.20	-10,812.36	-372.84
2-0800.70	ACCM DEPR-POLL. CONTROL	-29,337,444.71	-26,949,719.02	-2,387,725.69
2-0800.71	ACCM DEPR-SEWER REHAB	-1,234,881.18	-1,109,118.29	-125,762.89
2-0800.80	ACCM DEPR-CONTRIBUTED SEWER SYSTEM	-11,272,434.94	-10,316,541.67	-955,893.27
	Total GLCategory 080 - PROPERTY PLANT & EQUIPMENT:	**119,723,378.29**	**116,799,757.09**	**2,923,621.20**
GLCategory: 081 - INTANGIBLE ASSETS				
2-0810.00	SOFTWARE HOSTING ARRANGEMENTS	414,500.00	90,000.00	324,500.00
2-0810.50	ACCM AMORT-SOFTWARE HOSTING ARRAN	-129,610.00	-32,500.00	-97,110.00
	Total GLCategory 081 - INTANGIBLE ASSETS:	**284,890.00**	**57,500.00**	**227,390.00**
GLCategory: 090 - DEFERRED OUTFLOWS/PENSION ASSETS				
2-0900.14	DEFERRED OUTFLOWS/PENSION	487,936.96	863,876.37	-375,939.41
	Total GLCategory 090 - DEFERRED OUTFLOWS/PENSION ASSETS:	**487,936.96**	**863,876.37**	**-375,939.41**
	Total ** ASSETS & DEFERRED OUTFLOWS:**	**153,167,431.61**	**141,622,288.35**	**11,545,143.26**
	Total Assets:	**153,167,431.61**	**141,622,288.35**	**11,545,143.26**

Liability

**** LIABILITIES & DEFERRED INFLOWS ****

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
GLCategory: 100 - ACCOUNTS PAYABLE				
2-1100.00	ACCOUNTS PAYABLE-TRADE	859,485.25	339,951.69	-519,533.56
2-1100.05	ACCOUNT PAYABLE-WATER	0.00	-461,822.91	-461,822.91
2-1100.10	ACCOUNTS PAYABLE-H20 PROGRAM	150.00	0.00	-150.00
2-1100.20	FEDERAL INC TAX WITHHELD	-584.97	118.62	703.59
2-1100.21	FICA W/HELD	-1,401.44	246.50	1,647.94
2-1100.30	STATE INC TAX WITHHELD	3,518.72	64.96	-3,453.76
2-1109.01	MISC PAYROLL DEDUCTIONS	1,185.22	272.25	-912.97
2-1109.02	DENTAL & SUPPLEMENTAL INS WITHHELD	188.66	-378.99	-567.65
	Total GLCategory 100 - ACCOUNTS PAYABLE:	**862,541.44**	**-121,547.88**	**-984,089.32**
GLCategory: 120 - ACCRUED LIABILITIES				
2-1200.60	WAGES PAYABLE	30,774.17	107,430.02	76,655.85
2-1200.65	ACCRUED VAC/SICK LEAVE	403,356.80	351,059.98	-52,296.82
2-1200.80	SOFTWARE HOSTING ARRANGEMENT-CITYV	195,460.01	40,000.00	-155,460.01
2-1200.81	SOFTWARE HOSTING ARRANGEMENT-TYLEF	43,943.55	0.00	-43,943.55
2-1258.16	2016 BOND PREMIUM	737,299.26	847,894.14	110,594.88
2-1278.16	2016/2007 DEF. REFUNDING GAIN	257,427.82	296,042.14	38,614.32
2-1279.16	2016 PREPAID BOND INSURANCE	-10,520.61	-12,098.85	-1,578.24
2-1280.16	LONG-TERM BONDS - 2016	8,130,000.00	9,260,000.00	1,130,000.00
	Total GLCategory 120 - ACCRUED LIABILITIES:	**9,787,741.00**	**10,890,327.43**	**1,102,586.43**

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
GLCategory: 130 - OTHER LIABILITIES				
2-1103.01	UNITED WAY	20.00	0.00	-20.00
2-1104.01	APERS CONTRIBUTORY	0.00	657.66	657.66
2-1300.01	ACCESS/IMPACT FEES-SIMMONS	168,720.00	170,715.00	1,995.00
	Total GLCategory 130 - OTHER LIABILITIES:	**168,740.00**	**171,372.66**	**2,632.66**
GLCategory: 135 - DUE TO OTHER FUNDS				
2-1350.01	DUE TO WATER	5,154,478.79	0.00	-5,154,478.79
	Total GLCategory 135 - DUE TO OTHER FUNDS:	**5,154,478.79**	**0.00**	**-5,154,478.79**
GLCategory: 140 - DEFERRED INFLOWS/PENSION LIABILITIES				
2-1400.00	NET PENSION LIABILITY	847,254.35	3,120,525.12	2,273,270.77
2-1400.14	DEFERRED INFLOWS/PENSION	1,571,922.53	101,424.41	-1,470,498.12
	Total GLCategory 140 - DEFERRED INFLOWS/PENSION LIABILITIES:	**2,419,176.88**	**3,221,949.53**	**802,772.65**
	Total ** LIABILITIES & DEFERRED INFLOWS **:	**18,392,678.11**	**14,162,101.74**	**-4,230,576.37**
	Total Liability:	**18,392,678.11**	**14,162,101.74**	**-4,230,576.37**
Equity				
**** EQUITY ****				
GLCategory: 200 - FUND BALANCE				
2-1900.00	CONTRIBUTED SURPLUS	55,750,768.51	53,907,961.81	1,842,806.70
2-1900.05	EARNED SURPLUS	72,452,821.60	72,452,821.60	0.00
2-2000.00	FUND BALANCE	5,360,100.89	0.00	5,360,100.89
	Total GLCategory 200 - FUND BALANCE:	**133,563,691.00**	**126,360,783.41**	**7,202,907.59**
	Total ** EQUITY **:	**133,563,691.00**	**126,360,783.41**	**7,202,907.59**
	Total Beginning Equity:	**133,563,691.00**	**126,360,783.41**	**7,202,907.59**
Total Revenue		3,291,248.58	3,013,840.71	277,407.87
Total Expense		2,080,186.08	1,914,427.09	-165,758.99
Revenues Over/(Under) Expenses		**1,211,062.50**	**1,099,413.62**	**111,648.88**
	Total Equity and Current Surplus (Deficit):	**134,774,753.50**	**127,460,197.03**	**7,314,556.47**
	Total Liabilities, Equity and Current Surplus (Deficit):	**153,167,431.61**	**141,622,298.77**	**11,545,132.84**

Rogers Water Utilities, AR

Balance Sheet
Account Summary
As Of 08/31/2022

	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
Fund: 1 - WATER			
Assets			
**** ASSETS & DEFERRED OUTFLOWS****			
010 - CASH-DEMAND DEPOSITS	5,070,537.40	5,567,554.24	-497,016.84
020 - INVESTMENTS	15,156,141.26	14,520,816.27	635,324.99
030 - ACCOUNTS RECEIVABLE	3,120,231.38	2,388,114.50	732,116.88
035 - DUE FROM OTHER FUNDS	5,154,478.79	0.00	5,154,478.79
040 - OTHER CURRENT ASSETS	123,448.59	94,699.95	28,748.64
050 - RESTRICTED FUNDS	1,048,685.72	1,016,857.39	31,828.33
060 - INVENTORY	580,219.85	369,025.89	211,193.96
080 - PROPERTY PLANT & EQUIPMENT	97,645,874.70	92,597,146.43	5,048,728.27
081 - INTANGIBLE ASSETS	284,890.00	57,500.00	227,390.00
090 - DEFERRED OUTFLOWS/PENSION ASSETS	322,491.27	556,560.06	-234,068.79
Total ** ASSETS & DEFERRED OUTFLOWS:**	**128,506,998.96**	**117,168,274.73**	**11,338,724.23**
Total Assets:	**128,506,998.96**	**117,168,274.73**	**11,338,724.23**
Liability			
**** LIABILITIES & DEFERRED INFLOWS ****			
100 - ACCOUNTS PAYABLE	1,786,523.15	2,325,669.81	539,146.66
120 - ACCRUED LIABILITIES	18,661,489.99	19,277,824.81	616,334.82
130 - OTHER LIABILITIES	1,432,858.00	1,411,734.34	-21,123.66
135 - DUE TO OTHER FUNDS	6,131,257.98	0.00	-6,131,257.98
140 - DEFERRED INFLOWS/PENSION LIABILITIES	1,521,676.42	2,016,365.42	494,689.00
Total ** LIABILITIES & DEFERRED INFLOWS **:	**29,533,805.54**	**25,031,594.38**	**-4,502,211.16**
Total Liability:	**29,533,805.54**	**25,031,594.38**	**-4,502,211.16**
Equity			
**** EQUITY ****			
200 - FUND BALANCE	97,492,599.34	91,291,202.01	6,201,397.33
Total ** EQUITY **:	**97,492,599.34**	**91,291,202.01**	**6,201,397.33**
Total Beginning Equity:	**97,492,599.34**	**91,291,202.01**	**6,201,397.33**
Total Revenue	4,053,512.16	3,198,279.29	855,232.87
Total Expense	2,572,918.08	2,352,800.95	-220,117.13
Revenues Over/(Under) Expenses	**1,480,594.08**	**845,478.34**	**635,115.74**
Total Equity and Current Surplus (Deficit):	**98,973,193.42**	**92,136,680.35**	**6,836,513.07**
Total Liabilities, Equity and Current Surplus (Deficit):	**128,506,998.96**	**117,168,274.73**	**11,338,724.23**

	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
Fund: 2 - SEWER			
Assets			
**** ASSETS & DEFERRED OUTFLOWS****			
010 - CASH-DEMAND DEPOSITS	5,058,919.41	4,976,121.10	82,798.31
020 - INVESTMENTS	18,056,423.75	16,020,462.87	2,035,960.88
030 - ACCOUNTS RECEIVABLE	2,095,685.59	1,738,601.09	357,084.50
035 - DUE FROM OTHER FUNDS	6,131,257.98	0.00	6,131,257.98
040 - OTHER CURRENT ASSETS	183,243.87	142,177.50	41,066.37
060 - INVENTORY	156,141.05	69,257.42	86,883.63
070 - RESTRICTED FUNDS	989,554.71	954,534.91	35,019.80
080 - PROPERTY PLANT & EQUIPMENT	119,723,378.29	116,799,757.09	2,923,621.20
081 - INTANGIBLE ASSETS	284,890.00	57,500.00	227,390.00
090 - DEFERRED OUTFLOWS/PENSION ASSETS	487,936.96	863,876.37	-375,939.41
Total ** ASSETS & DEFERRED OUTFLOWS:**	**153,167,431.61**	**141,622,288.35**	**11,545,143.26**
Total Assets:	**153,167,431.61**	**141,622,288.35**	**11,545,143.26**
Liability			
**** LIABILITIES & DEFERRED INFLOWS ****			
100 - ACCOUNTS PAYABLE	862,541.44	-121,547.88	-984,089.32
120 - ACCRUED LIABILITIES	9,787,741.00	10,890,327.43	1,102,586.43
130 - OTHER LIABILITIES	168,740.00	171,372.66	2,632.66
135 - DUE TO OTHER FUNDS	5,154,478.79	0.00	-5,154,478.79
140 - DEFERRED INFLOWS/PENSION LIABILITIES	2,419,176.88	3,221,949.53	802,772.65
Total ** LIABILITIES & DEFERRED INFLOWS **:	**18,392,678.11**	**14,162,101.74**	**-4,230,576.37**
Total Liability:	**18,392,678.11**	**14,162,101.74**	**-4,230,576.37**
Equity			
**** EQUITY ****			
200 - FUND BALANCE	133,563,691.00	126,360,783.41	7,202,907.59
Total ** EQUITY **:	**133,563,691.00**	**126,360,783.41**	**7,202,907.59**
Total Beginning Equity:	**133,563,691.00**	**126,360,783.41**	**7,202,907.59**
Total Revenue	3,291,248.58	3,013,840.71	277,407.87
Total Expense	2,080,186.08	1,914,427.09	-165,758.99
Revenues Over/(Under) Expenses	**1,211,062.50**	**1,099,413.62**	**111,648.88**
Total Equity and Current Surplus (Deficit):	**134,774,753.50**	**127,460,197.03**	**7,314,556.47**
Total Liabilities, Equity and Current Surplus (Deficit):	**153,167,431.61**	**141,622,298.77**	**11,545,132.84**

Rogers Water Utilities, AR

Prior-Year Comparative Income Statement
Account Summary
For the Period Ending 08/31/2022

		2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
Fund: 1 - WATER									
Revenue									
1-4440.00	RESIDENTIAL WATER	1,206,459.58	858,911.15	347,548.43	40.46%	2,329,658.49	1,687,166.24	642,492.25	38.08%
1-4450.00	COMMERCIAL WATER	544,259.78	398,748.94	145,510.84	36.49%	1,027,838.24	765,803.63	262,034.61	34.22%
1-4460.00	INDUSTRIAL WATER	177,064.57	127,350.44	49,714.13	39.04%	332,913.90	272,362.38	60,551.52	22.23%
1-4470.00	HYDRANTS	1,200.00	1,180.00	20.00	1.69%	2,400.00	2,360.00	40.00	1.69%
1-4470.01	FIRE LINES	10,580.00	10,140.00	440.00	4.34%	21,100.00	20,280.00	820.00	4.04%
1-4470.02	LABOR SALES	4,899.28	10,670.99	-5,771.71	-54.09%	7,762.80	19,499.53	-11,736.73	-60.19%
1-4470.03	AR DEPT OF HEALTH FEE	11,772.00	11,611.60	160.40	1.38%	23,550.00	23,199.20	350.80	1.51%
1-4470.04	LARGE TAP FEES	2,750.00	3,275.00	-525.00	-16.03%	7,150.00	4,925.00	2,225.00	45.18%
1-4470.05	MACHINE TIME SALES	3,419.97	3,456.87	-36.90	-1.07%	6,068.09	4,281.87	1,786.22	41.72%
1-4470.06	HYDRANT METER RENTALS	5,523.00	4,781.00	742.00	15.52%	10,339.00	8,050.00	2,289.00	28.43%
1-4470.07	MISC. WATER SALES	12,893.12	6,498.45	6,394.67	98.40%	20,656.65	9,602.56	11,054.09	115.12%
1-4471.00	SERVICE CHG. INCOME	33,170.98	43,968.00	-10,797.02	-24.56%	74,114.98	91,060.30	-16,945.32	-18.61%
1-4471.05	PENALTY	11,873.14	11,290.15	582.99	5.16%	21,819.34	19,491.55	2,327.79	11.94%
1-4472.00	INTEREST INCOME-INVESTMNTS	8,644.85	3,011.89	5,632.96	187.02%	17,135.02	6,023.78	11,111.24	184.46%
1-4472.01	INTEREST INCOME-BANK ACCTS	818.61	995.22	-176.61	-17.75%	1,579.23	1,886.65	-307.42	-16.29%
1-4472.98	INTEREST INCOME-BOND FUNDS	769.53	15.37	754.16	4,906.70%	769.53	15.37	754.16	4,906.70%
1-4475.00	RENT INCOME	1,195.00	3,417.33	-2,222.33	-65.03%	2,394.00	6,834.66	-4,440.66	-64.97%
1-4476.00	NEW CUSTOMER FEES	8,125.00	8,125.00	0.00	0.00%	14,700.00	15,450.00	-750.00	-4.85%
1-4476.10	ACCESS FEES	16,200.00	48,300.00	-32,100.00	-66.46%	17,400.00	81,300.00	-63,900.00	-78.60%
1-4476.20	IMPACT FEES	70,500.00	63,400.00	7,100.00	11.20%	100,100.00	145,800.00	-45,700.00	-31.34%
1-4482.00	INLAND BILLING REVENUE	5,435.50	5,397.75	37.75	0.70%	10,863.75	10,776.00	87.75	0.81%
1-4485.00	MISCELLANEOUS INCOME	1,784.84	941.37	843.47	89.60%	3,199.14	2,110.57	1,088.57	51.58%
	Revenue Total:	**2,139,338.75**	**1,625,486.52**	**513,852.23**	**31.61%**	**4,053,512.16**	**3,198,279.29**	**855,232.87**	**26.74%**
Expense									
Department: 555 - GENERAL EXPENSES									
1-555-5252	TRAINING EXPENSE	0.00	172.12	172.12	100.00%	286.57	172.12	-114.45	-66.49%
1-555-5300	SECURITY ALARM FEES	0.00	10.95	10.95	100.00%	10.95	21.90	10.95	50.00%
1-555-5301	NEWSPAPER, RADIO, PUBLICATIONS	0.00	0.00	0.00	0.00%	39.00	30.00	-9.00	-30.00%
1-555-5302	JANITORIAL EXPENSE	1,758.34	3,408.93	1,650.59	48.42%	3,435.88	3,733.78	297.90	7.98%
1-555-5305	MISCELLANEOUS	2,981.68	1,286.54	-1,695.14	-131.76%	482.90	2,398.26	1,915.36	79.86%
1-555-5350	UTILITIES	2,527.45	1,736.87	-790.58	-45.52%	4,881.99	3,723.83	-1,158.16	-31.10%
1-555-5400	ARKANSAS PUBLIC WATER FEE	11,915.20	11,782.00	-133.20	-1.13%	23,460.80	23,091.20	-369.60	-1.60%
1-555-5500	WATER PURCHASES	610,568.07	587,630.22	-22,937.85	-3.90%	1,330,803.12	1,141,883.76	-188,919.36	-16.54%
1-555-5580	EQUIP. MAINT. FEES	47.91	298.55	250.64	83.95%	194.37	597.10	402.73	67.45%

		2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
1-555-5581	SOFTWARE MAINTENANCE FEES	11,215.11	8,069.01	-3,146.10	-38.99%	21,895.61	15,324.89	-6,570.72	-42.88%
1-555-5600	INSURANCE	1,703.93	1,133.84	-570.09	-50.28%	3,396.32	2,267.68	-1,128.64	-49.77%
1-555-5650	ACCOUNTING/LEGAL EXPENSE	1,135.60	958.33	-177.27	-18.50%	2,143.97	1,916.66	-227.31	-11.86%
1-555-5651	ATTORNEY RETAINER FEES	3,290.00	3,481.00	191.00	5.49%	4,840.00	7,365.48	2,525.48	34.29%
1-555-5701	2016 BOND INTEREST	51,193.76	35,661.98	-15,531.78	-43.55%	102,387.52	71,323.96	-31,063.56	-43.55%
1-555-5702	AMORTIZATION-2016 BONDS	-2,309.83	-2,309.83	0.00	0.00%	-4,619.66	-4,619.66	0.00	0.00%
1-555-5703	2012 BOND INTEREST	0.00	17,696.35	17,696.35	100.00%	0.00	35,392.70	35,392.70	100.00%
1-555-5704	2012 BOND REFUNDING COSTS	4,035.72	4,035.72	0.00	0.00%	8,071.44	8,071.44	0.00	0.00%
1-555-5705	AMORTIZATION-2012 BONDS	-199.31	-199.31	0.00	0.00%	-398.62	-398.62	0.00	0.00%
1-555-5706	2016 BOND REFUNDING COSTS	605.26	605.26	0.00	0.00%	1,210.52	1,210.52	0.00	0.00%
1-555-5707	2016 BOND INSURANCE	69.40	69.40	0.00	0.00%	138.80	138.80	0.00	0.00%
1-555-5800	DEPRECIATION	242,480.01	245,500.00	3,019.99	1.23%	484,960.02	491,000.00	6,039.98	1.23%
1-555-5801	AMORIZATION OF SOFTWARE HOSTING...	2,500.00	2,500.00	0.00	0.00%	5,000.00	5,000.00	0.00	0.00%
1-555-5802	AMORTIZATION OF SOFTWARE HOSTIN...	1,105.00	0.00	-1,105.00	0.00%	2,210.00	0.00	-2,210.00	0.00%
1-555-5850	BAD DEBTS	2,083.04	2,196.89	113.85	5.18%	4,434.52	4,114.31	-320.21	-7.78%
	Department 555 - GENERAL EXPENSES Total:	**948,706.34**	**925,724.82**	**-22,981.52**	**-2.48%**	**1,999,266.02**	**1,813,760.11**	**-185,505.91**	**-10.23%**
Department: 560 - ENGINEERING									
1-560-5100	SALARIES ENGINEERING	34,031.37	30,155.57	-3,875.80	-12.85%	62,183.23	53,935.02	-8,248.21	-15.29%
1-560-5102	CAPITALIZED COSTS	-22,000.00	-13,536.25	8,463.75	62.53%	-41,500.00	-27,895.00	13,605.00	48.77%
1-560-5104	PERS-ENGINEERING	6,869.66	4,278.73	-2,590.93	-60.55%	10,528.42	7,555.74	-2,972.68	-39.34%
1-560-5105	HEALTH INSURANCE	5,733.49	5,215.98	-517.51	-9.92%	10,385.22	10,506.48	121.26	1.15%
1-560-5106	LIFE INSURANCE	107.33	0.00	-107.33	0.00%	202.20	219.25	17.05	7.78%
1-560-5107	DISABILITY INSURANCE	33.35	0.00	-33.35	0.00%	61.71	66.26	4.55	6.87%
1-560-5111	FICA	3,300.91	2,073.48	-1,227.43	-59.20%	5,067.30	3,656.18	-1,411.12	-38.60%
1-560-5251	TRAVEL EXPENSE	0.00	0.00	0.00	0.00%	589.75	0.00	-589.75	0.00%
1-560-5305	MISCELLANEOUS	0.00	0.00	0.00	0.00%	0.00	75.00	75.00	100.00%
1-560-5306	SUPPLIES	462.36	480.11	17.75	3.70%	1,220.76	480.11	-740.65	-154.27%
1-560-5307	OUTSIDE SERVICES	521.51	592.15	70.64	11.93%	2,290.28	1,006.97	-1,283.31	-127.44%
1-560-5551	VEHICLE EXPENSE	802.58	403.54	-399.04	-98.88%	1,607.55	882.82	-724.73	-82.09%
1-560-5581	SOFTWARE MAINTENANCE	869.04	694.39	-174.65	-25.15%	1,738.08	1,572.11	-165.97	-10.56%
1-560-5601	WORKMANS COMPENSATION	533.86	604.89	71.03	11.74%	1,067.72	1,209.78	142.06	11.74%
1-560-5602	INSURANCE-BLDGS & IMPROVEMENTS	27.89	25.00	-2.89	-11.56%	55.02	50.00	-5.02	-10.04%
1-560-5603	INSURANCE-VEHICLES	44.77	34.23	-10.54	-30.79%	89.54	68.46	-21.08	-30.79%
1-560-5800	DEPRECIATION	2,166.66	2,160.00	-6.66	-0.31%	4,333.32	4,320.00	-13.32	-0.31%
1-560-5950	TRANSFER ADMIN COSTS/SEWER	-4,200.00	-4,200.00	0.00	0.00%	-8,400.00	-8,400.00	0.00	0.00%
	Department 560 - ENGINEERING Total:	**29,304.78**	**28,981.82**	**-322.96**	**-1.11%**	**51,520.10**	**49,309.18**	**-2,210.92**	**-4.48%**
Department: 565 - FIELD									
1-565-5100	FIELD SALARIES	72,725.95	51,635.98	-21,089.97	-40.84%	135,233.50	99,598.42	-35,635.08	-35.78%
1-565-5102	CAPITALIZED COSTS	0.00	-900.00	-900.00	-100.00%	0.00	-900.00	-900.00	-100.00%
1-565-5104	PERS-FIELD	14,381.97	7,024.24	-7,357.73	-104.75%	23,223.71	13,468.27	-9,755.44	-72.43%
1-565-5105	HEALTH INSURANCE	13,540.90	11,191.33	-2,349.57	-20.99%	25,170.22	22,480.35	-2,689.87	-11.97%

		2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
1-565-5106	LIFE INSURANCE	284.43	0.00	-284.43	0.00%	644.95	475.02	-169.93	-35.77%
1-565-5107	DISABILITY INSURANCE	101.66	0.00	-101.66	0.00%	209.41	143.56	-65.85	-45.87%
1-565-5110	UNIFORMS	175.12	269.86	94.74	35.11%	325.12	859.56	534.44	62.18%
1-565-5111	FICA	6,932.34	3,367.17	-3,565.17	-105.88%	11,198.03	6,445.24	-4,752.79	-73.74%
1-565-5251	TRAVEL AND TRAINING	550.00	575.00	25.00	4.35%	936.30	2,302.50	1,366.20	59.34%
1-565-5304	SAFETY EQUIPMENT	0.00	942.71	942.71	100.00%	15.35	942.71	927.36	98.37%
1-565-5305	MISCELLANEOUS	0.00	158.29	158.29	100.00%	0.00	186.96	186.96	100.00%
1-565-5306	OFFICE SUPPLIES	367.89	733.80	365.91	49.87%	395.93	1,445.10	1,049.17	72.60%
1-565-5307	OUTSIDE SERVICES	658.69	2,296.21	1,637.52	71.31%	1,237.31	2,643.61	1,406.30	53.20%
1-565-5308	DUES, SUBSCR, LICENSE	498.00	0.00	-498.00	0.00%	498.00	52.00	-446.00	-857.69%
1-565-5315	CUSTOMER DAMAGE PAYMENTS	0.00	0.00	0.00	0.00%	575.70	0.00	-575.70	0.00%
1-565-5350	UTILITIES	6,503.64	4,099.86	-2,403.78	-58.63%	12,708.54	8,036.78	-4,671.76	-58.13%
1-565-5551	VEHICLE MAINT.	1,994.38	7,846.01	5,851.63	74.58%	6,292.73	8,156.11	1,863.38	22.85%
1-565-5552	FIELD REPAIR AND MAINT.	43,387.87	74,452.08	31,064.21	41.72%	67,657.15	92,386.86	24,729.71	26.77%
1-565-5555	SCADA HAND TOOLS	0.00	143.71	143.71	100.00%	0.00	143.71	143.71	100.00%
1-565-5557	EQUIPMENT MAINT.	1,819.64	132.05	-1,687.59	-1,277.99%	2,020.31	649.99	-1,370.32	-210.82%
1-565-5558	SUPPLIES, HAND TOOLS	6,090.71	3,499.94	-2,590.77	-74.02%	9,239.92	6,910.07	-2,329.85	-33.72%
1-565-5559	GAS AND OIL	6,007.21	3,791.35	-2,215.86	-58.45%	11,789.58	6,952.42	-4,837.16	-69.58%
1-565-5560	GENERATOR MAINTENANCE	219.50	0.00	-219.50	0.00%	1,982.50	0.00	-1,982.50	0.00%
1-565-5561	BUILDING MAINT.	2,249.90	448.26	-1,801.64	-401.92%	4,521.34	978.53	-3,542.81	-362.05%
1-565-5563	WATER TOWER MAINT	957.38	4,274.89	3,317.51	77.60%	1,865.12	5,374.89	3,509.77	65.30%
1-565-5570	MAINTENANCE AND FUEL	205.99	0.00	-205.99	0.00%	411.98	0.00	-411.98	0.00%
1-565-5571	METER HAND TOOLS	59.54	0.00	-59.54	0.00%	59.54	0.00	-59.54	0.00%
1-565-5601	WORKMANS COMPENSATION	2,349.35	1,924.21	-425.14	-22.09%	4,698.70	3,848.42	-850.28	-22.09%
1-565-5602	INS.-VEHICLES & BLDGS.	1,742.20	1,388.30	-353.90	-25.49%	3,466.71	2,776.60	-690.11	-24.85%
1-565-5800	DEPRECIATION	9,166.66	8,330.00	-836.66	-10.04%	18,333.32	16,660.00	-1,673.32	-10.04%
	Department 565 - FIELD Total:	**192,970.92**	**187,625.25**	**-5,345.67**	**-2.85%**	**344,710.97**	**303,017.68**	**-41,693.29**	**-13.76%**
Department: 570 - OFFICE									
1-570-5100	OFFICE SALARIES	54,834.29	47,650.50	-7,183.79	-15.08%	104,140.87	95,456.15	-8,684.72	-9.10%
1-570-5104	PERS-OFFICE	10,877.63	6,660.46	-4,217.17	-63.32%	17,945.52	13,172.65	-4,772.87	-36.23%
1-570-5105	HEALTH INSURANCE	7,668.86	6,978.85	-690.01	-9.89%	13,895.36	14,081.24	185.88	1.32%
1-570-5106	LIFE INSURANCE	143.11	0.00	-143.11	0.00%	294.91	328.86	33.95	10.32%
1-570-5107	DISABILITY INSURANCE	44.47	0.00	-44.47	0.00%	89.84	99.41	9.57	9.63%
1-570-5110	UNIFORMS	1,172.46	0.00	-1,172.46	0.00%	1,172.46	0.00	-1,172.46	0.00%
1-570-5111	FICA	5,183.17	3,163.28	-2,019.89	-63.85%	8,544.24	6,262.10	-2,282.14	-36.44%
1-570-5251	TRAVEL EXPENSE	0.00	0.00	0.00	0.00%	433.68	231.84	-201.84	-87.06%
1-570-5252	TRAINING EXPENSE	0.00	198.00	198.00	100.00%	470.00	198.00	-272.00	-137.37%
1-570-5305	MISCELLANEOUS	642.80	67.55	-575.25	-851.59%	652.64	97.66	-554.98	-568.28%
1-570-5306	OFFICE SUPPLIES	469.76	1,980.58	1,510.82	76.28%	537.77	2,504.51	1,966.74	78.53%
1-570-5307	OUTSIDE SERVICES	215.94	79.53	-136.41	-171.52%	215.94	79.53	-136.41	-171.52%
1-570-5308	ASSOC. DUES & EXPENSES	249.50	80.00	-169.50	-211.88%	249.50	227.50	-22.00	-9.67%
1-570-5309	POSTAGE/MAILING	10,570.26	10,569.77	-0.49	0.00%	25,204.55	23,823.69	-1,380.86	-5.80%

		2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
1-570-5311	PUBLIC RELATIONS	154.56	110.17	-44.39	-40.29%	360.33	184.05	-176.28	-95.78%
1-570-5312	ARKANSAS ONE CALL	723.55	831.85	108.30	13.02%	1,398.65	1,591.02	192.37	12.09%
1-570-5313	CASH LONG/SHORT	7.12	24.00	16.88	70.33%	7.12	24.00	16.88	70.33%
1-570-5320	COMPUTER EXPENSE	181.41	789.35	607.94	77.02%	442.63	1,349.29	906.66	67.20%
1-570-5601	WORKMANS COMPENSATION	57.49	57.29	-0.20	-0.35%	114.98	114.58	-0.40	-0.35%
1-570-5950	TRANSFER ADMIN COSTS/SEWER	625.00	625.00	0.00	0.00%	1,250.00	1,250.00	0.00	0.00%
	Department 570 - OFFICE Total:	**93,821.38**	**79,866.18**	**-13,955.20**	**-17.47%**	**177,420.99**	**161,076.08**	**-16,344.91**	**-10.15%**
Department: 580 - METER READING									
1-580-5100	SALARIES	0.00	8,513.03	8,513.03	100.00%	0.00	16,336.81	16,336.81	100.00%
1-580-5104	PERS-METER READING	0.00	1,188.63	1,188.63	100.00%	0.00	2,225.23	2,225.23	100.00%
1-580-5105	HEALTH INSURANCE	0.00	1,738.66	1,738.66	100.00%	0.00	3,502.16	3,502.16	100.00%
1-580-5106	LIFE INSURANCE	0.00	0.00	0.00	0.00%	0.00	73.09	73.09	100.00%
1-580-5107	DISABILITY INSURANCE	0.00	0.00	0.00	0.00%	0.00	22.08	22.08	100.00%
1-580-5110	UNIFORMS	0.00	51.26	51.26	100.00%	0.00	316.90	316.90	100.00%
1-580-5111	FICA	0.00	586.56	586.56	100.00%	0.00	1,094.92	1,094.92	100.00%
1-580-5570	MAINTENANCE AND FUEL	0.00	548.43	548.43	100.00%	0.00	1,943.87	1,943.87	100.00%
1-580-5571	METER HAND TOOLS	0.00	0.00	0.00	0.00%	0.00	34.98	34.98	100.00%
1-580-5601	WORKMANS COMPENSATION	0.00	123.26	123.26	100.00%	0.00	246.52	246.52	100.00%
1-580-5603	INSURANCE-VEHICLES	0.00	15.67	15.67	100.00%	0.00	31.34	31.34	100.00%
1-580-5800	DEPRECIATION	0.00	830.00	830.00	100.00%	0.00	1,660.00	1,660.00	100.00%
1-580-5950	TRANSFER MR COSTS/SEWER	0.00	-925.00	-925.00	-100.00%	0.00	-1,850.00	-1,850.00	-100.00%
	Department 580 - METER READING Total:	**0.00**	**12,670.50**	**12,670.50**	**100.00%**	**0.00**	**25,637.90**	**25,637.90**	**100.00%**
	Expense Total:	**1,264,803.42**	**1,234,868.57**	**-29,934.85**	**-2.42%**	**2,572,918.08**	**2,352,800.95**	**-220,117.13**	**-9.36%**
	Fund 1 Surplus (Deficit):	**874,535.33**	**390,617.95**	**483,917.38**	**123.89%**	**1,480,594.08**	**845,478.34**	**635,115.74**	**75.12%**

		2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
Fund: 2 - SEWER									
Revenue									
2-4440.00	RESIDENTIAL SEWER	928,409.67	792,601.56	135,808.11	17.13%	1,873,318.02	1,607,887.30	265,430.72	16.51%
2-4450.00	COMMERCIAL SEWER	292,563.04	249,010.55	43,552.49	17.49%	586,258.03	496,593.29	89,664.74	18.06%
2-4460.00	INDUSTRIAL SEWER	262,142.59	135,409.40	126,733.19	93.59%	493,284.99	427,583.16	65,701.83	15.37%
2-4470.02	LABOR SALES	70.00	225.00	-155.00	-68.89%	2,042.32	791.70	1,250.62	157.97%
2-4470.03	MACHINE TIME SALES	50.00	50.00	0.00	0.00%	675.00	200.00	475.00	237.50%
2-4471.05	PENALTY	13,674.83	14,319.06	-644.23	-4.50%	26,142.35	25,639.30	503.05	1.96%
2-4472.00	INTEREST INCOME-INVESTMNTS	13,724.22	3,013.96	10,710.26	355.36%	26,322.42	7,027.92	19,294.50	274.54%
2-4472.01	INTEREST INCOME-BANK ACCTS	1,037.70	911.28	126.42	13.87%	2,119.72	1,864.19	255.53	13.71%
2-4472.98	INTEREST INCOME-BOND FUNDS	926.07	18.72	907.35	4,846.96%	926.07	18.72	907.35	4,846.96%
2-4475.00	RENT INCOME	600.00	600.00	0.00	0.00%	1,200.00	1,200.00	0.00	0.00%
2-4476.00	NEW CUSTOMER FEES	8,760.00	8,915.00	-155.00	-1.74%	16,230.00	16,930.00	-700.00	-4.13%
2-4476.10	ACCESS FEES	15,330.00	46,800.00	-31,470.00	-67.24%	15,330.00	77,400.00	-62,070.00	-80.19%
2-4476.20	IMPACT FEES	145,200.00	115,000.00	30,200.00	26.26%	207,200.00	324,800.00	-117,600.00	-36.21%
2-4482.00	INLAND BILLING REVENUE	5,435.50	5,397.75	37.75	0.70%	10,863.75	10,776.00	87.75	0.81%
2-4485.00	MISCELLANEOUS INCOME	12,676.29	8,117.62	4,558.67	56.16%	29,335.91	15,129.13	14,206.78	93.90%
	Revenue Total:	**1,700,599.91**	**1,380,389.90**	**320,210.01**	**23.20%**	**3,291,248.58**	**3,013,840.71**	**277,407.87**	**9.20%**
Expense									
Department: 555 - GENERAL EXPENSES									
2-555-5252	TRAINING EXPENSE	0.00	172.12	172.12	100.00%	286.57	172.12	-114.45	-66.49%
2-555-5300	SECURITY ALARM FEES	0.00	10.95	10.95	100.00%	10.95	21.90	10.95	50.00%
2-555-5301	NEWSPAPER, RADIO, PUBLICATIONS	0.00	0.00	0.00	0.00%	39.00	30.00	-9.00	-30.00%
2-555-5302	JANITORIAL EXPENSE	1,758.33	3,408.92	1,650.59	48.42%	3,435.87	3,733.77	297.90	7.98%
2-555-5305	MISCELLANEOUS	3,031.93	1,288.62	-1,743.31	-135.29%	651.78	2,402.43	1,750.65	72.87%
2-555-5350	UTILITIES	2,514.48	1,726.42	-788.06	-45.65%	4,855.96	3,702.86	-1,153.10	-31.14%
2-555-5401	CITY FRANCHISE FEES	51,124.57	43,280.82	-7,843.75	-18.12%	102,477.04	87,628.82	-14,848.22	-16.94%
2-555-5580	EQUIP. MAINT. FEES	47.91	298.55	250.64	83.95%	194.37	597.10	402.73	67.45%
2-555-5581	SOFTWARE MAINTENANCE FEES	11,215.12	8,069.02	-3,146.10	-38.99%	21,895.61	15,324.89	-6,570.72	-42.88%
2-555-5600	INSURANCE	854.60	658.84	-195.76	-29.71%	1,706.11	1,317.68	-388.43	-29.48%
2-555-5650	ACCOUNTING/LEGAL EXPENSE	1,135.60	958.33	-177.27	-18.50%	2,143.97	1,916.66	-227.31	-11.86%
2-555-5651	ATTORNEY RETAINER FEES	2,630.00	3,201.00	571.00	17.84%	4,940.00	7,065.47	2,125.47	30.08%
2-555-5800	DEPRECIATION	196,916.66	202,166.67	5,250.01	2.60%	383,833.32	404,333.34	20,500.02	5.07%
2-555-5801	AMORIZATION OF SOFTWARE HOSTING...	2,500.00	2,500.00	0.00	0.00%	5,000.00	5,000.00	0.00	0.00%
2-555-5802	AMORTIZATION OF SOFTWARE HOSTIN...	1,105.00	0.00	-1,105.00	0.00%	2,210.00	0.00	-2,210.00	0.00%
2-555-5850	BAD DEBTS	3,031.40	3,023.98	-7.42	-0.25%	6,317.70	6,024.85	-292.85	-4.86%
	Department 555 - GENERAL EXPENSES Total:	**277,865.60**	**270,764.24**	**-7,101.36**	**-2.62%**	**539,998.25**	**539,271.89**	**-726.36**	**-0.13%**
Department: 560 - ENGINEERING									
2-560-5100	SALARIES ENGINEERING	26,880.56	20,207.68	-6,672.88	-33.02%	51,379.61	48,836.64	-2,542.97	-5.21%
2-560-5102	CAPITALIZED COSTS	-15,798.75	-15,973.75	-175.00	-1.10%	-28,441.25	-29,800.00	-1,358.75	-4.56%
2-560-5104	PERS-ENGINEERING	5,371.44	2,719.83	-2,651.61	-97.49%	8,884.88	6,508.31	-2,376.57	-36.52%

		2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
2-560-5105	HEALTH INSURANCE	2,866.74	2,607.99	-258.75	-9.92%	5,192.60	5,253.23	60.63	1.15%
2-560-5106	LIFE INSURANCE	58.63	0.00	-58.63	0.00%	116.02	113.81	-2.21	-1.94%
2-560-5107	DISABILITY INSURANCE	17.42	0.00	-17.42	0.00%	34.47	33.63	-0.84	-2.50%
2-560-5111	FICA	2,557.62	1,269.28	-1,288.34	-101.50%	4,228.98	3,073.31	-1,155.67	-37.60%
2-560-5251	TRAVEL EXPENSE	463.52	0.00	-463.52	0.00%	1,053.27	0.00	-1,053.27	0.00%
2-560-5305	MISCELLANEOUS	0.00	0.00	0.00	0.00%	0.00	75.00	75.00	100.00%
2-560-5306	SUPPLIES	107.03	97.93	-9.10	-9.29%	691.30	97.93	-593.37	-605.91%
2-560-5307	OUTSIDE SERVICES	194.51	464.83	270.32	58.15%	450.72	643.60	192.88	29.97%
2-560-5551	VEHICLE EXPENSE	216.57	99.33	-117.24	-118.03%	461.23	287.87	-173.36	-60.22%
2-560-5582	SOFTWARE MAINTENANCE	273.12	261.48	-11.64	-4.45%	546.24	522.96	-23.28	-4.45%
2-560-5601	WORKMANS COMPENSATION	352.28	366.46	14.18	3.87%	704.56	732.92	28.36	3.87%
2-560-5602	INSURANCE-BLDGS & IMPROVEMENTS	24.63	25.00	0.37	1.48%	51.76	50.00	-1.76	-3.52%
2-560-5603	INSURANCE-VEHICLES	18.19	18.19	0.00	0.00%	36.38	36.38	0.00	0.00%
2-560-5800	DEPRECIATION	2,166.66	2,160.00	-6.66	-0.31%	4,333.32	4,320.00	-13.32	-0.31%
2-560-5950	TRANSFER ADMIN COSTS/WATER	4,200.00	4,200.00	0.00	0.00%	8,400.00	8,400.00	0.00	0.00%
	Department 560 - ENGINEERING Total:	**29,970.17**	**18,524.25**	**-11,445.92**	**-61.79%**	**58,124.09**	**49,185.59**	**-8,938.50**	**-18.17%**
Department: 565 - FIELD									
2-565-5100	FIELD SALARIES	73,204.64	48,110.41	-25,094.23	-52.16%	138,704.84	92,748.36	-45,956.48	-49.55%
2-565-5104	PERS-FIELD	14,572.83	6,340.25	-8,232.58	-129.85%	23,577.77	13,181.56	-10,396.21	-78.87%
2-565-5105	HEALTH INSURANCE	13,288.01	11,301.29	-1,986.72	-17.58%	23,366.76	21,882.29	-1,484.47	-6.78%
2-565-5106	LIFE INSURANCE	351.80	0.00	-351.80	0.00%	703.08	531.13	-171.95	-32.37%
2-565-5107	DISABILITY INSURANCE	104.53	0.00	-104.53	0.00%	208.56	156.99	-51.57	-32.85%
2-565-5110	UNIFORMS	123.73	279.71	155.98	55.76%	423.73	913.44	489.71	53.61%
2-565-5111	FICA	6,931.65	2,962.09	-3,969.56	-134.01%	11,208.70	6,182.44	-5,026.26	-81.30%
2-565-5251	TRAVEL AND TRAINING	450.00	225.00	-225.00	-100.00%	1,315.00	2,172.50	857.50	39.47%
2-565-5304	SAFETY EQUIPMENT	35.62	942.71	907.09	96.22%	50.96	942.71	891.75	94.59%
2-565-5305	MISCELLANEOUS	0.00	137.50	137.50	100.00%	0.00	166.18	166.18	100.00%
2-565-5306	OFFICE SUPPLIES	367.88	733.80	365.92	49.87%	395.92	1,445.11	1,049.19	72.60%
2-565-5307	OUTSIDE SERVICES	568.69	1,928.29	1,359.60	70.51%	1,181.47	2,133.89	952.42	44.63%
2-565-5308	DUES, SUBSCR, LICENSE	0.00	0.00	0.00	0.00%	0.00	32.00	32.00	100.00%
2-565-5350	UTILITIES	6,531.83	6,041.24	-490.59	-8.12%	13,197.66	12,195.74	-1,001.92	-8.22%
2-565-5351	UTIL-GRIND STA-SW ATALANTA	589.99	559.21	-30.78	-5.50%	1,153.57	1,074.69	-78.88	-7.34%
2-565-5551	VEHICLE MAINT.	481.39	4,616.02	4,134.63	89.57%	3,827.54	5,091.03	1,263.49	24.82%
2-565-5552	FIELD REPAIR AND MAINT.	1,573.41	3,339.31	1,765.90	52.88%	4,686.72	3,524.46	-1,162.26	-32.98%
2-565-5553	BACKHOE	-9.89	0.00	9.89	0.00%	-9.89	0.00	9.89	0.00%
2-565-5554	CAMERA	2,900.72	3,652.94	752.22	20.59%	2,941.26	6,282.92	3,341.66	53.19%
2-565-5555	SCADA HAND TOOLS	0.00	143.70	143.70	100.00%	0.00	143.70	143.70	100.00%
2-565-5556	FLUSHTRUCKS	560.81	279.16	-281.65	-100.89%	582.55	2,131.69	1,549.14	72.67%
2-565-5557	EQUIPMENT MAINT.	96.32	1,209.05	1,112.73	92.03%	184.99	1,277.86	1,092.87	85.52%
2-565-5558	SUPPLIES, HAND TOOLS	3,128.41	1,264.74	-1,863.67	-147.36%	5,009.45	1,926.73	-3,082.72	-160.00%
2-565-5559	GAS AND OIL	6,586.23	3,116.59	-3,469.64	-111.33%	13,392.35	6,364.97	-7,027.38	-110.41%
2-565-5560	GENERATOR MAINTENANCE	0.00	173.41	173.41	100.00%	1,763.00	173.41	-1,589.59	-916.67%

		2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
2-565-5561	BUILDING MAINT.	2,249.93	448.24	-1,801.69	-401.95%	4,521.37	978.53	-3,542.84	-362.06%
2-565-5563	LIFT STATION MAINT	911.75	2,756.27	1,844.52	66.92%	4,582.52	4,572.34	-10.18	-0.22%
2-565-5570	MAINTENANCE AND FUEL	205.99	0.00	-205.99	0.00%	411.98	0.00	-411.98	0.00%
2-565-5580	CUES SOFTWARE	169.17	169.17	0.00	0.00%	338.34	338.34	0.00	0.00%
2-565-5601	WORKMANS COMPENSATION	2,347.17	2,480.98	133.81	5.39%	4,694.34	4,961.96	267.62	5.39%
2-565-5602	INS.-VEHICLES & BLDGS.	1,222.79	1,147.52	-75.27	-6.56%	2,439.19	2,295.04	-144.15	-6.28%
2-565-5800	DEPRECIATION	17,500.00	16,600.00	-900.00	-5.42%	35,000.00	33,200.00	-1,800.00	-5.42%
	Department 565 - FIELD Total:	**157,045.40**	**120,958.60**	**-36,086.80**	**-29.83%**	**299,853.73**	**229,022.01**	**-70,831.72**	**-30.93%**
Department: 570 - OFFICE									
2-570-5100	OFFICE SALARIES	57,190.15	47,833.61	-9,356.54	-19.56%	109,048.16	94,666.46	-14,381.70	-15.19%
2-570-5104	PERS-OFFICE	11,345.38	6,613.16	-4,732.22	-71.56%	18,724.45	12,647.41	-6,077.04	-48.05%
2-570-5105	HEALTH INSURANCE	8,624.43	7,848.17	-776.26	-9.89%	15,626.22	15,832.31	206.09	1.30%
2-570-5106	LIFE INSURANCE	175.90	0.00	-175.90	0.00%	367.19	341.43	-25.76	-7.54%
2-570-5107	DISABILITY INSURANCE	52.26	0.00	-52.26	0.00%	109.10	100.91	-8.19	-8.12%
2-570-5110	UNIFORMS	1,427.85	0.00	-1,427.85	0.00%	1,427.85	0.00	-1,427.85	0.00%
2-570-5111	FICA	5,440.03	3,173.18	-2,266.85	-71.44%	8,970.21	6,063.35	-2,906.86	-47.94%
2-570-5252	TRAINING EXPENSE	0.00	198.00	198.00	100.00%	0.00	198.00	198.00	100.00%
2-570-5305	MISCELLANEOUS	642.82	67.55	-575.27	-851.62%	652.66	97.67	-554.99	-568.23%
2-570-5306	OFFICE SUPPLIES	469.76	1,980.58	1,510.82	76.28%	537.78	2,407.71	1,869.93	77.66%
2-570-5307	OUTSIDE SERVICES	215.94	79.53	-136.41	-171.52%	215.94	79.53	-136.41	-171.52%
2-570-5308	ASSOC. DUES & EXPENSES	249.50	80.00	-169.50	-211.88%	249.50	227.50	-22.00	-9.67%
2-570-5309	POSTAGE/MAILING	10,570.26	10,569.75	-0.51	0.00%	25,204.54	23,823.71	-1,380.83	-5.80%
2-570-5311	PUBLIC RELATIONS	227.24	110.17	-117.07	-106.26%	530.62	184.05	-346.57	-188.30%
2-570-5312	ARKANSAS ONE CALL	723.55	831.85	108.30	13.02%	1,398.65	1,591.03	192.38	12.09%
2-570-5320	COMPUTER EXPENSE	181.45	789.36	607.91	77.01%	442.70	1,349.32	906.62	67.19%
2-570-5601	WORKMANS COMPENSATION	57.23	43.48	-13.75	-31.62%	114.46	86.96	-27.50	-31.62%
2-570-5950	TRANSFER ADMIN COSTS/WATER	-625.00	-625.00	0.00	0.00%	-1,250.00	-1,250.00	0.00	0.00%
	Department 570 - OFFICE Total:	**96,968.75**	**79,593.39**	**-17,375.36**	**-21.83%**	**182,370.03**	**158,447.35**	**-23,922.68**	**-15.10%**
Department: 580 - METER READING									
2-580-5100	SALARIES	0.00	5,417.28	5,417.28	100.00%	0.00	10,817.76	10,817.76	100.00%
2-580-5102	CAPITALIZED COSTS	0.00	-345.00	-345.00	-100.00%	0.00	-345.00	-345.00	-100.00%
2-580-5104	PERS-METER READING	0.00	754.48	754.48	100.00%	0.00	1,496.09	1,496.09	100.00%
2-580-5105	HEALTH INSURANCE	0.00	1,738.66	1,738.66	100.00%	0.00	3,502.16	3,502.16	100.00%
2-580-5106	LIFE INSURANCE	0.00	0.00	0.00	0.00%	0.00	75.87	75.87	100.00%
2-580-5107	DISABILITY INSURANCE	0.00	0.00	0.00	0.00%	0.00	22.42	22.42	100.00%
2-580-5110	UNIFORMS	0.00	51.26	51.26	100.00%	0.00	166.94	166.94	100.00%
2-580-5111	FICA	0.00	365.36	365.36	100.00%	0.00	724.28	724.28	100.00%
2-580-5570	MAINTENANCE AND FUEL	0.00	1,229.90	1,229.90	100.00%	0.00	2,468.74	2,468.74	100.00%
2-580-5571	METER HAND TOOLS	0.00	0.00	0.00	0.00%	0.00	40.43	40.43	100.00%
2-580-5601	WORKMANS COMPENSATION	0.00	97.46	97.46	100.00%	0.00	194.92	194.92	100.00%
2-580-5603	INSURANCE-VEHICLES	0.00	47.54	47.54	100.00%	0.00	95.08	95.08	100.00%

		2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
2-580-5800	DEPRECIATION	0.00	830.00	830.00	100.00%	0.00	1,660.00	1,660.00	100.00%
2-580-5950	TRANSFER MR COSTS/WATER	0.00	925.00	925.00	100.00%	0.00	1,850.00	1,850.00	100.00%
	Department 580 - METER READING Total:	**0.00**	**11,111.94**	**11,111.94**	**100.00%**	**0.00**	**22,769.69**	**22,769.69**	**100.00%**
Department: 591 - PCF ADMIN									
2-591-5100	SALARIES AND WAGES	78,998.05	68,506.26	-10,491.79	-15.32%	149,424.88	135,645.33	-13,779.55	-10.16%
2-591-5102	CAPITALIZED COSTS	-633.75	-385.00	248.75	64.61%	-2,518.75	-1,072.50	1,446.25	134.85%
2-591-5104	PERS-RPCF	15,817.45	9,567.96	-6,249.49	-65.32%	25,643.17	18,569.86	-7,073.31	-38.09%
2-591-5105	HEALTH INSURANCE	13,378.16	13,039.97	-338.19	-2.59%	24,232.20	26,266.22	2,034.02	7.74%
2-591-5106	LIFE & DISABILITY INSURANCE	405.63	0.00	-405.63	0.00%	777.80	737.27	-40.53	-5.50%
2-591-5110	UNIFORMS	1,280.52	382.97	-897.55	-234.37%	1,280.52	764.39	-516.13	-67.52%
2-591-5111	FICA	7,462.47	4,495.90	-2,966.57	-65.98%	12,080.98	8,718.20	-3,362.78	-38.57%
2-591-5251	TRAVEL AND TRAINING	2,377.56	251.29	-2,126.27	-846.14%	3,782.05	1,335.29	-2,446.76	-183.24%
2-591-5304	PERSONNEL SAFETY EQUIP.	1,259.24	573.71	-685.53	-119.49%	1,259.24	844.15	-415.09	-49.17%
2-591-5305	MISCELLANEOUS	0.00	23.21	23.21	100.00%	0.00	23.21	23.21	100.00%
2-591-5306	OFFICE SUPPLIES & POSTAGE	1,038.46	375.87	-662.59	-176.28%	1,071.12	1,595.28	524.16	32.86%
2-591-5307	OUTSIDE SERVICES	566.00	1,750.50	1,184.50	67.67%	2,042.01	2,100.50	58.49	2.78%
2-591-5308	PUBLICATIONS AND DUES	10,330.00	10,450.00	120.00	1.15%	10,330.00	10,450.00	120.00	1.15%
2-591-5350	TELEPHONE EXPENSE	1,200.89	1,893.15	692.26	36.57%	2,375.63	2,508.18	132.55	5.28%
2-591-5583	COMPUTER EXPENSE	1,648.54	1,510.01	-138.53	-9.17%	2,980.44	3,059.22	78.78	2.58%
2-591-5601	WORKMANS COMPENSATION	1,202.21	1,066.22	-135.99	-12.75%	2,404.42	2,132.44	-271.98	-12.75%
2-591-5602	INSURANCE-BLDGS & VEHICLES	4,350.87	2,951.70	-1,399.17	-47.40%	8,555.38	5,903.40	-2,651.98	-44.92%
2-591-5800	DEPRECIATION-WWTP	205,833.33	207,166.67	1,333.34	0.64%	411,666.66	414,333.34	2,666.68	0.64%
2-591-9112	2016 BOND INTEREST	27,100.00	30,866.66	3,766.66	12.20%	54,200.00	61,733.32	7,533.32	12.20%
2-591-9113	AMORTIZATION 2016 BONDS	-9,216.24	-9,216.24	0.00	0.00%	-18,432.48	-18,432.48	0.00	0.00%
2-591-9114	2016 BOND REFUNDING COSTS	-3,217.86	-3,217.86	0.00	0.00%	-6,435.72	-6,435.72	0.00	0.00%
2-591-9115	BOND INSURANCE	131.52	131.52	0.00	0.00%	263.04	263.04	0.00	0.00%
	Department 591 - PCF ADMIN Total:	**361,313.05**	**342,184.47**	**-19,128.58**	**-5.59%**	**686,982.59**	**671,041.94**	**-15,940.65**	**-2.38%**
Department: 592 - PCF ENVIRONMENTAL									
2-592-5251	TRAVEL & TRAINING	1,049.42	40.00	-1,009.42	-2,523.55%	1,049.42	40.00	-1,009.42	-2,523.55%
2-592-5306	LABORATORY SUPPLIES	0.00	553.99	553.99	100.00%	588.37	553.99	-34.38	-6.21%
2-592-5307	OUTSIDE SERVICES	513.34	238.01	-275.33	-115.68%	1,246.97	365.51	-881.46	-241.16%
2-592-5314	PLANT RESEARCH	175.00	746.00	571.00	76.54%	335.00	1,254.04	919.04	73.29%
2-592-5970	CHEMICALS	0.00	880.35	880.35	100.00%	0.00	1,319.71	1,319.71	100.00%
	Department 592 - PCF ENVIRONMENTAL Total:	**1,737.76**	**2,458.35**	**720.59**	**29.31%**	**3,219.76**	**3,533.25**	**313.49**	**8.87%**
Department: 593 - PCF OPS									
2-593-5251	TRAVEL & TRAINING	42.80	140.00	97.20	69.43%	42.80	140.00	97.20	69.43%
2-593-5305	MISCELLANEOUS	0.00	18.02	18.02	100.00%	0.00	18.02	18.02	100.00%
2-593-5307	OUTSIDE SERVICES	0.00	1,480.00	1,480.00	100.00%	2,186.85	1,480.00	-706.85	-47.76%
2-593-5350	UTILITIES	69,403.18	52,811.38	-16,591.80	-31.42%	119,076.88	92,465.99	-26,610.89	-28.78%
2-593-5558	MINOR EQUIPMENT	0.00	2,247.95	2,247.95	100.00%	359.00	2,334.46	1,975.46	84.62%

		2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
2-593-5970	CHEMICALS	5,056.00	9,295.63	4,239.63	45.61%	16,740.96	15,279.20	-1,461.76	-9.57%
	Department 593 - PCF OPS Total:	**74,501.98**	**65,992.98**	**-8,509.00**	**-12.89%**	**138,406.49**	**111,717.67**	**-26,688.82**	**-23.89%**
Department: 594 - PCF MAINTENANCE									
2-594-5251	TRAVEL & TRAINING	0.00	0.00	0.00	0.00%	0.00	1,695.00	1,695.00	100.00%
2-594-5306	CLEANING SUPPLIES	0.00	295.65	295.65	100.00%	0.00	295.65	295.65	100.00%
2-594-5307	OUTSIDE SERVICES	0.00	-17.00	-17.00	-100.00%	9,033.20	9,411.26	378.06	4.02%
2-594-5551	VEHICLE EXPENSE	10.90	238.89	227.99	95.44%	10.90	936.74	925.84	98.84%
2-594-5557	EQUIPMENT MAINT.	34,651.59	16,083.24	-18,568.35	-115.45%	54,514.71	33,568.17	-20,946.54	-62.40%
2-594-5560	EQUIPMENT RENTAL	0.00	104.64	104.64	100.00%	52.78	117.92	65.14	55.24%
2-594-5561	BLDGS. & GROUNDS MAINT.	3,563.25	2,154.25	-1,409.00	-65.41%	4,109.43	4,140.10	30.67	0.74%
2-594-5562	MAINTENANCE SUPPLIES	861.82	219.43	-642.39	-292.75%	2,773.29	519.43	-2,253.86	-433.91%
	Department 594 - PCF MAINTENANCE Total:	**39,087.56**	**19,079.10**	**-20,008.46**	**-104.87%**	**70,494.31**	**50,684.27**	**-19,810.04**	**-39.09%**
Department: 595 - PCF SMS DISPOSAL EXPENSE									
2-595-5307	OUTSIDE SERVICES	139.08	390.00	250.92	64.34%	209.08	431.40	222.32	51.53%
2-595-5970	CHEMICALS	0.00	0.00	0.00	0.00%	13,062.44	0.00	-13,062.44	0.00%
2-595-5980	SLUDGE DISPOSAL COSTS	44,601.35	46,272.86	1,671.51	3.61%	87,465.31	78,322.03	-9,143.28	-11.67%
	Department 595 - PCF SMS DISPOSAL EXPENSE Total:	**44,740.43**	**46,662.86**	**1,922.43**	**4.12%**	**100,736.83**	**78,753.43**	**-21,983.40**	**-27.91%**
	Expense Total:	**1,083,230.70**	**977,330.18**	**-105,900.52**	**-10.84%**	**2,080,186.08**	**1,914,427.09**	**-165,758.99**	**-8.66%**
	Fund 2 Surplus (Deficit):	**617,369.21**	**403,059.72**	**214,309.49**	**53.17%**	**1,211,062.50**	**1,099,413.62**	**111,648.88**	**10.16%**
	Total Surplus (Deficit):	**1,491,904.54**	**793,677.67**	**698,226.87**	**87.97%**	**2,691,656.58**	**1,944,891.96**	**746,764.62**	**38.40%**

Group Summary

Departmen…	2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
Fund: 1 - WATER								
Revenue								
	2,139,338.75	1,625,486.52	513,852.23	31.61%	4,053,512.16	3,198,279.29	855,232.87	26.74%
Revenue Total:	**2,139,338.75**	**1,625,486.52**	**513,852.23**	**31.61%**	**4,053,512.16**	**3,198,279.29**	**855,232.87**	**26.74%**
Expense								
555 - GENERAL EXPENSES	948,706.34	925,724.82	-22,981.52	-2.48%	1,999,266.02	1,813,760.11	-185,505.91	-10.23%
560 - ENGINEERING	29,304.78	28,981.82	-322.96	-1.11%	51,520.10	49,309.18	-2,210.92	-4.48%
565 - FIELD	192,970.92	187,625.25	-5,345.67	-2.85%	344,710.97	303,017.68	-41,693.29	-13.76%
570 - OFFICE	93,821.38	79,866.18	-13,955.20	-17.47%	177,420.99	161,076.08	-16,344.91	-10.15%
580 - METER READING	0.00	12,670.50	12,670.50	100.00%	0.00	25,637.90	25,637.90	100.00%
Expense Total:	**1,264,803.42**	**1,234,868.57**	**-29,934.85**	**-2.42%**	**2,572,918.08**	**2,352,800.95**	**-220,117.13**	**-9.36%**
Fund 1 Surplus (Deficit):	**874,535.33**	**390,617.95**	**483,917.38**	**123.89%**	**1,480,594.08**	**845,478.34**	**635,115.74**	**75.12%**

Departmen…	2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
Fund: 2 - SEWER								
Revenue								
	1,700,599.91	1,380,389.90	320,210.01	23.20%	3,291,248.58	3,013,840.71	277,407.87	9.20%
Revenue Total:	**1,700,599.91**	**1,380,389.90**	**320,210.01**	**23.20%**	**3,291,248.58**	**3,013,840.71**	**277,407.87**	**9.20%**
Expense								
555 - GENERAL EXPENSES	277,865.60	270,764.24	-7,101.36	-2.62%	539,998.25	539,271.89	-726.36	-0.13%
560 - ENGINEERING	29,970.17	18,524.25	-11,445.92	-61.79%	58,124.09	49,185.59	-8,938.50	-18.17%
565 - FIELD	157,045.40	120,958.60	-36,086.80	-29.83%	299,853.73	229,022.01	-70,831.72	-30.93%
570 - OFFICE	96,968.75	79,593.39	-17,375.36	-21.83%	182,370.03	158,447.35	-23,922.68	-15.10%
580 - METER READING	0.00	11,111.94	11,111.94	100.00%	0.00	22,769.69	22,769.69	100.00%
591 - PCF ADMIN	361,313.05	342,184.47	-19,128.58	-5.59%	686,982.59	671,041.94	-15,940.65	-2.38%
592 - PCF ENVIRONMENTAL	1,737.76	2,458.35	720.59	29.31%	3,219.76	3,533.25	313.49	8.87%
593 - PCF OPS	74,501.98	65,992.98	-8,509.00	-12.89%	138,406.49	111,717.67	-26,688.82	-23.89%
594 - PCF MAINTENANCE	39,087.56	19,079.10	-20,008.46	-104.87%	70,494.31	50,684.27	-19,810.04	-39.09%
595 - PCF SMS DISPOSAL EXPENSE	44,740.43	46,662.86	1,922.43	4.12%	100,736.83	78,753.43	-21,983.40	-27.91%
Expense Total:	**1,083,230.70**	**977,330.18**	**-105,900.52**	**-10.84%**	**2,080,186.08**	**1,914,427.09**	**-165,758.99**	**-8.66%**
Fund 2 Surplus (Deficit):	**617,369.21**	**403,059.72**	**214,309.49**	**53.17%**	**1,211,062.50**	**1,099,413.62**	**111,648.88**	**10.16%**
Total Surplus (Deficit):	**1,491,904.54**	**793,677.67**	**698,226.87**	**87.97%**	**2,691,656.58**	**1,944,891.96**	**746,764.62**	**38.40%**

Fund Summary

Fund	2022-2023 Aug. Activity	2021-2022 Aug. Activity	Aug. Variance Favorable / (Unfavorable)	Variance %	2022-2023 YTD Activity	2021-2022 YTD Activity	YTD Variance Favorable / (Unfavorable)	Variance %
1 - WATER	874,535.33	390,617.95	483,917.38	123.89%	1,480,594.08	845,478.34	635,115.74	75.12%
2 - SEWER	617,369.21	403,059.72	214,309.49	53.17%	1,211,062.50	1,099,413.62	111,648.88	10.16%
Total Surplus (Deficit):	**1,491,904.54**	**793,677.67**	**698,226.87**	**87.97%**	**2,691,656.58**	**1,944,891.96**	**746,764.62**	**38.40%**

METER LOCATION		MONTH CONSUMPTION	MONTH COST	12 MONTH CONSUMPTION	12 MONTH COST	SIZE
ROGERS STREET DEPT	721 S 2ND ST STREET DEPT	1,100	1.55	16,900	23.84	7
ROGERS STREET DEPT	415 S 1ST ST SIGN SHOP	3,900	5.50	57,000	80.37	7
ROGERS MUSEUM	322 S 2ND ST MUSEUM	164,500	231.95	514,200	725.03	1
ROGERS MUSEUM ANNEX	120 W POPLAR ST	0	.00	300	.42	1
ROGERS MUSEUM EXHIBIT SHOP	311 S 3RD ST	0	.00	23,200	32.70	7
ROGERS MUSEUM	313 S 2ND ST NEW MTR	1,000	1.41	15,000	21.15	C
ROGERS PARKS CENTENNIAL PARK	100 S 1ST ST IRRIG	0	.00	5,600	7.89	7
ROGERS PARKS BIKE PARK	299 E CHERRY ST IRRIG	0	.00	3,000	4.23	C
ROGERS PARKS BIKE PARK	299 E CHERRY ST	18,000	25.38	203,000	286.23	C
ROGERS PARKS LAKE ATALANTA	800 E WALNUT ST	3,600	5.08	36,900	52.05	7
ROGERS PARKS LAKE ATALANTA IRR	803 E WALNUT ST IRRIG	0	.00	0	.00	C
ROGERS FIRE #1	201 N 1ST ST	14,000	19.74	150,000	211.50	C
ROGERS ACTIVITY CENTER	315 W OLIVE ST	32,000	45.12	293,000	413.13	C
ROGERS PARKS WATER FOUNTAIN	5603 BELLVIEW	100	.14	4,200	5.92	7
ROGERS PARKS 5TH & OLIVE SOCCE	315 W OLIVE IRRIG	44,000	62.04	616,000	868.56	B
ROGERS PARKS N 6TH ST SOCCER	315 W OLIVE ST IRRIG	87,000	122.67	701,000	988.41	C
ROGERS PARKS LAKE ATALANTA	801 E WALNUT ST	5,000	7.05	58,600	82.62	1
ROGERS PARKS LAKE ATALANTA	908 E WALNUT ST	5,500	7.76	83,000	117.05	1
ROGERS FIRE #3	1 ETRIS DR	8,400	11.84	132,100	186.28	1
ROGERS AIRPORT	3 N AIRPORT DR IRRIG	0	.00	0	.00	7
ROGERS PARKS MAINT SHOP	947 N 13TH ST	179,000	252.39	1,394,000	1,965.54	C
ROGERS PARKS NW PARK	947 N 13TH ST	0	.00	0	.00	1
ROGERS FIRE #4	2424 W OLIVE ST	7,800	11.00	109,700	154.69	1
ROGERS PARKS OLIVE ST PARK	2422 W OLIVE ST	3,700	5.22	22,100	31.18	1
ROGERS PARKS CAMBRIDGE	1304 N 37TH ST IRRIG	3,000	4.23	34,500	48.64	1
ROGERS PARKS FOXFIRE CLUBHOUSE	FOXFIRE CLUBHOUSE	700	.99	9,000	12.72	7
ROGERS PARKS WESTSIDE	2200 W OAK ST IRRIG	0	.00	0	.00	1
ROGERS ANIMAL SHELTER	2935 W OAK ST	21,300	30.03	287,200	404.96	7
ROGERS FIRE TRAINING CTR	3003 W OAK ST	5,300	7.47	72,100	101.67	7
ROGERS FIRE #5	2525 CHAMPIONS DR	9,700	13.68	304,100	428.79	1
ROGERS LIBRARY	711 S DIXIELAND RD	18,000	25.38	188,000	265.08	B
ROGERS LIBRARY	711 S DIXIELAND RD IRRIG	305,900	431.32	472,100	665.67	1
ROGERS POLICE DEPT	1905 S DIXIELAND RD	187,000	263.67	1,693,000	2,387.13	C
ROGERS FIRE #2	1800 W NEW HOPE RD	16,000	22.56	166,000	234.06	B
ROGERS PARKS TOWER	S 11TH ST IRRIG	0	.00	4,500	6.34	7
ROGERS PARKS TOWER BATHROOMS	S 11TH ST	2,900	4.09	33,400	47.10	1
ROGERS CEMETARY	510 S 10TH ST	0	.00	0	.00	7
ROGERS CEMETARY	510 S 10TH ST	800	1.13	46,600	65.73	7
ROGERS CEMETARY	S 9TH ST AND W OAK	0	.00	0	.00	1
ROGERS PARKS MAPLE GROVE	805 S ARKANSAS ST	800	1.13	10,600	14.95	1
ROGERS PARKS VETERANS MAINT	275 E VETERANS PKWY	6,800	9.59	106,500	150.18	7
ROGERS PARKS VETERANS	500 VETERANS PARKWAY	2,700	3.81	288,800	407.21	1
CITY OF ROGERS	ELM & 1ST ST EAST IRRIG	130,000	183.30	546,000	769.86	B
ROGERS PARKS MAPLE GROVE	805 S ARKANSAS IRRIG	24,000	33.84	92,000	129.72	B
ROGERS FIRE #6	5801 S BELLVIEW DR	6,700	9.45	94,700	133.53	1
ROGERS AIRPORT CONTROL TOWER	2 ETRIS DR	300	.42	7,400	10.42	7
ROGERS PARKS SKATE PARK	315 W OLIVE	1,035,000	1,459.35	5,079,000	7,161.39	C
ROGERS PARKS MAPLE GROVE	1206 MONTE NE RD IRRIG	0	.00	28,000	39.48	B
CITY OF ROGERS	301 W CHESTNUT ST	9,000	12.69	100,100	141.14	1
ROGERS CITY ADMIN	301 W CHESTNUT ST IRRIG	79,600	112.24	396,300	558.79	1
ROGERS FIRE #7	3400 S 1ST ST	4,700	6.63	51,400	72.49	1
ROGERS ADULT WELLNESS CENTER	2001 W PERSIMMON	292,000	411.72	1,539,000	2,169.99	C

METER LOCATION		MONTH CONSUMPTION	MONTH COST	12 MONTH CONSUMPTION	12 MONTH COST	SIZE
ROGERS STREET DEPT	W PAULINE WHITAKER W-IRR	0	.00	0	.00	1
ROGERS STREET DEPT	W PAULINE WHITAKER E-IRR	0	.00	0	.00	1
ROGERS STREET DEPT	1203 N 6TH ST	20,000	28.20	180,000	253.80	C
ROGERS STREET CITY OF ROGERS	WALNUT & 1ST ST IRRIG	32,800	46.25	103,100	145.38	7
ROGERS STREET DEPT	W PAULINE WHITAKER M-IRR	0	.00	0	.00	1
ROGERS STREET DEPT	2300 N ARKANSAS	8,000	11.28	75,000	105.75	C
ROGERS PARKS VETERANS	475 VETERANS PARKWAY NORTH	400	.56	4,000	5.63	1
ROGERS PARKS VETERANS	480 VETERANS PARKWAY SOUTH	6,900	9.73	124,100	174.98	1/C
ROGERS RECYCLE CENTER	2300 N ARKANSAS	4,700	6.63	33,200	46.81	1
ROGERS STREET CITY OF ROGERS	ELM & 1ST ST WEST IRRIG	18,700	26.37	90,100	127.05	7
ROGERS STREET DEPT	1203 N 6TH ST	7,500	10.58	295,000	415.96	1
ROGERS STREET DEPT	1203 N 6TH ST	3,300	4.65	40,100	56.53	1
ROGERS STREET DEPT	1203 N 6TH ST	11,700	16.50	125,400	176.84	1
ROGERS STREET CITY OF ROGERS	POPLAR & 2ND ST IRRIG	21,200	29.89	110,500	155.80	7
ROGERS STREET CITY OF ROGERS	ELM & 2ND ST IRRIG	43,000	60.63	209,100	294.83	7
ROGERS STREET CITY OF ROGERS	POPLAR & 1ST ST IRRIG	0	.00	0	.00	7
ROGERS STREET CITY OF ROGERS	WALNUT & 2ND ST IRRIG	81,900	115.48	399,200	562.88	7
ROGERS PARKS HORSEBARN WLKG TR	423 HORSEBARN RD	9,100	12.83	73,500	103.64	7
ROGERS STREET CITY OF ROGERS	WALNUT & 2ND ST IRRIG II	3,100	4.37	15,000	21.15	7
ROGERS STREET CITY OF ROGERS	111 W WALNUT IRRIG	0	.00	2,300	3.25	7
ROGERS PARKS OSAGE SPRINGS FTN	S OSAGE SPRINGS DR FTN	100	.14	5,700	8.03	7
ROGERS STREET CITY OF ROGERS	WALNUT & 3RD ST IRRG (SE)	19,600	27.64	122,200	172.32	7
ROGERS PARKS CITY OF ROGERS	113 N 4TH ST	49,400	69.65	271,400	382.67	1
ROGERS PARKS AQUATIC CENTER	1707 S 26TH ST POOL	2,917,000	4,112.97	13,786,000	19,438.26	C
ROGERS PARKS CITY OF ROGERS	2150 N DIXIELAND IRRIG 2	216,000	304.56	650,000	916.50	B
ROGERS PARKS CITY OF ROGERS	2150 N DIXIELAND IRRIG 1	161,000	227.01	578,000	814.98	B
ROGERS PARKS AQUATIC CENTER	1707 S 26TH ST BLDG	1,864,000	2,628.24	7,859,000	11,081.19	C
ROGERS PARKS REGIONAL SPORTS	2150 N DIXIELAND CONCESSIONS	6,000	8.46	68,000	95.88	C
ROGERS PARKS REGIONAL SPORTS	2150 N DIXIELAND MAINTENANCE	1,400	1.97	7,000	9.86	7
ROGERS PARKS AQUATIC CENTER	1707 S 26TH ST IRRIG	9,000	12.69	28,000	39.48	B
ROGERS MUSEUM ANNEX II	300 W POPLAR ST	300	.42	11,700	16.49	1
ROGERS PARKS VETERANS	122 VETERANS PARKWAY IRRIG	247,000	348.27	1,045,000	1,473.45	C
ROGERS PARKS MERCY TRAILHEAD	3500 S RIFE MEDICAL LN	3,300	4.65	37,800	53.29	1
ROGERS PARKS VETERANS	122 VETERANS PARKWAY	3,000	4.23	54,000	76.14	B
ROGERS PARKS VETERANS IRRIG II	122 VETERANS PARKWAY IRRIG	5,300	7.47	308,200	434.57	1
ROGERS AIRPORT CITY OF ROGERS	AIRPORT METER #3	3,600	5.08	30,600	43.15	7
ROGERS CITY ADMIN	2 EXECUTIVE HANGAR RD	0	.00	0	.00	7
ROGERS CITY ADMIN	4 EXECUTIVE HANGAR RD	100	.14	25,600	36.09	7
ROGERS CITY ADMIN	5 N EXECUTIVE HANGAR RD	1,500	2.12	28,300	39.92	1
ROGERS POLICE DISPATCH CENTER	1903 S DIXIELAND RD	3,800	5.36	49,000	69.09	1
ROGERS POLICE DISPATCH CENTER	1903 S DIXIELAND RD IRRIG	61,700	87.00	131,500	185.42	1
ROGERS FIRE #8	7001 W PLEASANT GROVE RD	5,000	7.05	65,000	91.65	C
ROGERS STREET CITY OF ROGERS	WALNUT & 3RD ST IRRG (NE)	0	.00	42,400	59.78	7
CITY OF ROGERS	5803 S BELLVIEW DR	2,100	2.96	21,800	30.74	1
ROGERS PARKS RAILYARD IRRIG	101 E CHERRY ST	0	.00	0	.00	1
ROGERS PARKS RAILYARD	204 S ARKANSAS ST	6,700	9.45	160,300	226.03	1
ROGERS PARKS RAILYARD	202 S ARKANSAS ST	654,000	922.14	3,311,000	4,668.51	7
ROGERS PARKS RAILYARD IRRIG	200 S ARKANSAS ST	243,600	343.48	1,020,700	1,439.19	1
ROGERS CITY ADMIN	5801 W GARRET RD	2,000	2.82	2,000	2.82	B
ROGERS CITY ADMIN	5807 W GARRETT RD	0	.00	0	.00	B
ROGERS CITY ADMIN	5809 W GARRET RD	0	.00	0	.00	1
ROGERS CITY ADMIN	6042 S MT HEBRON RD	1,000	1.41	1,000	1.41	B

METER LOCATION		MONTH CONSUMPTION	MONTH COST	12 MONTH CONSUMPTION	12 MONTH COST	SIZE
ROGERS STREET DEPT	PINNACLE HILLS & PARK IRR	115,000	162.15	1,959,100	2,762.32	1
ROGERS MUSEUM IRRIG	313 S 2ND ST	4,800	6.77	32,200	45.42	1
ROGERS STREET CITY OF ROGERS	CHERRY & 2ND IRRIG	74,500	105.05	352,600	497.18	7
ROGERS STREET CITY OF ROGERS	CHERRY & 1ST IRRIG	10,500	14.81	43,600	61.48	7
CITY OF ROGERS	101 E CHERRY	13,000	18.33	95,000	133.96	1
	TOTALS:	9,718,400	$13,703.00	50,172,400	$70,743.38	

Rogers Pollution Control DMR Summary

2022

	Limits	Jan	Feb	March	April	May	June	July	Aug	Sept	Oct	Nov	Dec
Phosphorus Mo Avg lbs/day	117	9.80	12.43	23.23	58.06	35.98	8.22	7.84	9.74	11.69			
Phosphorus 30 Day Mo Avg mg/l	1	0.14	0.16	0.41	0.67	0.38	0.12	0.12	0.12	0.21			
Phosphorus Max 7 day Avg mg/l	2	0.15	0.22	0.59	0.78	0.68	0.25	0.15	0.15	0.50			
May - Oct	Limits												
Total Suspended Solids lbs/day Mo Avg	1,751					515.7	64.8	62.1	<54.1	<37.8			
Total Suspended Solids Mo Avg	15					6.0	0.9	1.0	<.7	<.6			
Total Suspended Solids 7 day Avg	23					13.5	1.6	1.1	0.8	<.6			
Nov- April													
Total Suspended Solids lbs/day Mo Avg	2,335	76.7	125.4	255.6	503.1								
Total Suspended Solids Mo Avg	20	1.1	1.5	3.7	5.4								
Total Suspended Solids 7 day Avg	30	1.4	2.9	7.5	7.0								
April	Limits												
Ammonia lbs/day Mo Avg	234				171.8								
Ammonia Mo Avg mg/l	2.0				1.73								
Ammonia max 7 day Avg mg/l	4.5				3.30								
May- Oct	Limits												
Ammonia lbs/day Mo Avg	175					94.45	5.51	51.66	8.54	<26.07			
Ammonia Mo Avg mg/l	1.5					0.94	0.08	0.81	0.10	<.4			
Ammonia max 7 day Avg mg/l	2.3					2.12	0.10	2.25	0.08	<.62			
Nov- March	Limits												
Ammonia lbs/day Mo Avg	350	24.54	133.38	64.09									
Ammonia Mo Avg mg/l	3.0	0.35	1.56	0.95									
Ammonia max 7 day Avg mg/l	4.5	0.53	2.96	1.01									
May - Oct	Limits												
CBOD Mo Avg lbs/day	1,168					<500.1	<114.6	91.3	106.5	81.0			
CBOD Mo Avg mg/l	10					<5.0	<1.6	1.50	1.30	1.30			
CBOD Max 7 day Avg. mg/l	15					<6.7	<3.5	1.90	1.60	1.60			
Nov- April	Limits												
CBOD Mo Avg lbs/day	1,751	114.0	208.1	204.9	<527.9								
CBOD Mo Avg mg/l	15	1.6	2.5	2.9	<5.3								
CBOD Max 7 day Avg. mg/l	23	1.8	4.0	3.5	<5.7								

Monthly Summary of Industrial Pretreatment Activities **September** 2022

# of industrial control monitoring activities:	0
Industries control monitored:	n/a
# of self monitoring reports processed:	9
# of industrial inspection activities:	Tyson of Rogers, Tyson Chick'N Quick, Bekaert Steel
Industries inspected:	3
# of short site visits:	0
Industries visited:	n/a
# of Notices of Violation:	1
Notices of Violation:	Ozark Mt Poultry CBOD loading

Surcharges August 2022 issued in September 2022

User Name	Monthly Flow MG	TSS ppm	TSS $ Charge	CBOD ppm	CBOD $ Charge	NH3N ppm	NH3N $ Charge	TPhos ppm	TPhos $ Charge	Total $ Charge
Ozark Mt Poultry	3.706263	44.5	0.00	837.8	2,562.89	59.41	960.84	14.86	1,705.75	5,229.48
SE Poultry	3.120730	78.3	0.00	644.6	1,504.30	38.52	428.51	4.93	122.96	2,055.77
Tyson CNQ	6.181620	166.5	0.00	395.3	1,308.59	4.04	0.00	4.26	66.78	1,375.37
Tyson of Rogers	6.087820	40.0	0.00	315.0	759.05	116.0	3,589.61	3.44	0.00	4,348.66
WestRock	0.072800	2.0	0.00	2760.0	202.06	38.80	10.11	0.20	0.00	212.17
									Sum $	**13,221.45**

Surcharge thresholds in mg/L and cost per pound of loading

Pollutant	TSS	CBOD	NH3N	TPhos
mg/L threshold	200	200	15.00	4.00
$ per pound	0.14	0.13	0.70	5.08

The amount surcharged for results submitted during the 2022 – 2023 budget year is $ $23,470.40 (User data submitted for a two months).

Ozark Mt Poultry (OMP) had a violation for going over the monthly loading limit for CBOD. OMP's response to the violation was that the feed rates for anionic and cationic polymers was flipped.

Tyson of Rogers continues to make improvements to their pretreatment process such as using a digital control interface to adjust and monitor chemical feed rates, adding alarms for alum and sludge tank levels, replacing pumps and having backup pumps on site. In order to prevent rust, wood pallet splinters and gloves from wearing out pumps, TOR is investigating better screening methods prior to the pretreatment wet well.

Tyson Chick'N Quick equalizes wastewater flow over 6 to sometimes 7 days per week. Sunday is the only day with lower flow. Some poor housekeeping involving spills was found in the bulk chemical and storage area. Caustic and Acids are too close together, barriers keep getting moved, the mixing station is too small and allows chemicals to end up on the floor (eating away the concrete) and hoses were thrown into a random pile on the floor. Also in the Revo Drum Wash Room, each Revo Drum wash unit has two chemical containers side by side. The KC400 is an acid and the

KC555 is a base. Several containers had no lid. When not in use the chemicals should be capped and separated. TCQ was told to deal with these chemical issues.

Report prepared by Paul Burns, Pretreatment Coordinator

FOG Inspection Report
Monthly Summary for
September 2022

- 26 known places were pumped in September. A list of serviced establishments can be generated upon request.
- Inspections were limited this month, but I did find an interceptor that I was unaware of. It is at the Samaritan Community Center off Hudson. They will have the interceptor serviced now and once again before they move into their new facility next year. The Church will completely take over the property once they move.
- TxAR house is up and running. They have converted a shipping container into a kitchen/service area for their BBQ. They have a small interceptor connected to the 3-compartment sink. This set up is only temporary. The owner hopes to move to another location downtown in two years.
- Janell Justice, with Homewood Suites by Hilton, informed me that the interceptor is scheduled for replacement at the beginning of October.
- An FSE off Hudson has a broken outlet tee and is required to have it replaced.
- Big Orange had a cleanout that was not properly secured or sealed but it was fixed immediately.
- I inspected an oil water separator installation at Caliber Collision. Tru Hotel also had their grease interceptor and lint separator installed. Both installation inspections included the plumbing inspector, Frankie Elliot.

  The rest of the inspections were routine with nothing major to report.

- Patrick Pruitt and I collected oil and grease grabs every few hours over a 24 hour period this month.
- Paul Burns and I performed annual industrial inspections at Tyson of Rogers, Tyson Chick-N-Quick and Bekaert. I have been helping draft the inspection reports with Paul for his official letters.
- I continue to help with plan reviews and have been involved in pre-construction meetings with Risk Reduction and RWU when grease interceptors/oil water separators are involved.

Amber Owens
F.O.G. Inspector
Rogers Pollution Control Facility
(479) 273-7378 Ext. 301

Pollution Control Facility Significant Events

September 2022

1. We are still waiting for Bordertown to be cleared to do business in AR from the secretary of State.
2. Todd Beaver did attend training while the southwest section of AWWA was in Rogers And sent our newest operator Chris Lawson to Class 1 treatment class and testing.
3. We treated 266.2 MG in September. 30 X 8.5 MGD = 255 MG. That means we treated approximately 11.2 MG from I and I. These flows included .96" of rain over 4 events. The historical average rainfall for September is 3.86".

AMENDMENT NO. 2

To The

AGREEMENT FOR PROFESSIONAL SERVICES

Between

ROGERS WATER UTILITIES

And

HAWKINS-WEIR ENGINEERS, INC.

In accordance with the **AGREEMENT** for **PROFESSIONAL SERVICES** dated September 2, 2020, (hereinafter called **AGREEMENT**) between the Rogers Water Utilities (hereinafter called **OWNER**) and Hawkins-Weir Engineers, Inc. (hereinafter called **ENGINEER**) in connection with the **Rogers Pollution Control Facility (PCF) Solids Handling Improvements, Phase II (HWEI Project Number 2020043)** (hereinafter called **PROJECT**), OWNER hereby authorizes ENGINEER to proceed with the following additional services:

SECTION 1 – SCOPE

Rogers Water Utilities has directed the Engineer to amend services included in the AGREEMENT on the PROJECT. These amended services include participation in a site visit to a Wyse Turbo-Dryer facility in Parkersburg, West Virginia, and revisions to the 15% Wyse Plans based upon this site visit. Effort will also include assisting Rogers Water Utilities in preparing a Clean Water State Revolving Fund (CWSRF) application to the Arkansas Division of Agriculture Natural Resources Division (NRD). Detailed services are included in the attached Exhibit A, Amendment No. 2 Scope of Services.

OWNER shall pay ENGINEER for services rendered an amount equal to the cumulative hours charged to the Project for each class of ENGINEER's employees multiplied by ENGINEER's Hourly Rates as shown on the attached Exhibit B, Engineer's Hourly Rates, plus approved reimbursable expenses and ENGINEER's Consultant charges, if any. ENGINEER's charges for this Amendment shall be as provided as shown on the attached Exhibit C, Amendment No. 2 Fee Proposal.

SECTION 2 – PERIOD OF SERVICE

The scope of Services as defined in Section 1 will be completed within **3-months** of the effective date of this Amendment No. 2. Engineer will proceed with providing the services set forth herein immediately upon receiving the Notice to Proceed for this Amendment.

SECTION 3 – COMPENSATION

OWNER shall compensate ENGINEER for providing the additional services set forth herein in accordance with the terms of the AGREEMENT. Total compensation shall be increased with this Amendment by **Sixty-Eight Thousand Five Hundred and 00/100 ($68,500.00)**. The total compensation from the original AGREEMENT plus Amendment No. 2 described herein shall not exceed **Five Hundred Forty-Two Thousand Five Hundred and 00/100 ($542,500.00)** without written approval of OWNER.

IN WITNESS WHEREOF, the parties to these presents have executed this contract in three (3) counter parts, each of which shall be deemed an original, in the year and day first above mentioned.

ENGINEER:	OWNER:
HAWKINS-WEIR ENGINEERS, INC.	ROGERS WATER UTILITIES
By: Brett D. Peters	By:
Brett D. Peters, P.E., President	Brent Dobler, Superintendent
Date Signed: 10/06/2022	Date Signed:

END OF AUTHORIZATION

Exhibit A
Amendment No. 2 Scope of Services
Solids Handling Improvements Phase II
Rogers Water Utilities
HWEI Project No. 2020043
October 6, 2022

PROJECT DESCRIPTION

Hawkins-Weir Engineers, Inc. (Consultant) and its Subconsultant (Black & Veatch, Inc.) will participate in a site visit to a Wyse Turbo-Dryer facility in Parkersburg, West Virginia, and revisions to the 15% Wyse Plans based upon this site visit. Effort will also include assisting Rogers Water Utilities in preparing a Clean Water State Revolving Fund (CWSRF) application to the Arkansas Division of Agriculture Natural Resources Division (NRD).

SCHEDULE

These services will be completed within three (3) months of execution of this Amendment.

SCOPE OF WORK

The Scope of Services includes the following task series:

Task 1 – Project Management and Meetings

Tasks 1.1 and 1.3 are amended based on the expanded scope described in the aforementioned PROJECT DESCRIPTION.

Task – 3 Develop Solids Processing Options

Task 3.8 is further amended to include revisions to 15% design plans for a second dryer technology instead of the originally scoped single dryer technology alternative.

Task 3.9 is added to include a site visit to an existing Wyse Turbo-Dryer facility in Parkersburg, West Virginia.

Task 5 – Construction Manager at Risk Selection

Task 5.2 – Contract Review

Task 5.5.2 is amended to further evaluate 15% Cost Estimates for each Dryer Alternative, as prepared by the CMAR Contractor, and assist RWU in the selection of the Dryer technology for Final Design

Task 6 – Clean Water State Revolving fund (CWSRF) Assistance

Task 6.1 is added to assist Rogers Water Utilities in preparing an application for a CWSRF from the Arkansas Division of Agriculture – Natural Resources Division.

Exhibit B

Standard Billing Rate Structure
For Hourly Fee Based Contracts
Hawkins-Weir Engineers, Inc.
Effective August 14, 2022 through August 12, 2023[1]

Engineer		
Engineer VII	$ 220	Per Hour
Engineer VI	$ 200	Per Hour
Engineer V	$ 175	Per Hour
Engineer IV	$ 150	Per Hour
Engineer III	$ 130	Per Hour
Engineer II	$ 115	Per Hour
Engineer I	$ 100	Per Hour
Engineering Technician		
Designer I	$ 110	Per Hour
Technician IV	$ 95	Per Hour
Technician III	$ 85	Per Hour
Technician II	$ 75	Per Hour
Technician I	$ 65	Per Hour
Field Technician - Field Inspector		
Resident Project Representative (RPR)	$ 120	Per Hour
Construction Manager	$ 100	Per Hour
Inspector II	$ 85	Per Hour
Inspector I	$ 75	Per Hour
Field Surveying		
GPS Survey	$ 175	Per Hour
Surveyor	$ 125	Per Hour
Administrative		
Business Manager	$ 85	Per Hour
Expert Witness		
Preparation	At Engineer's Hourly Rate	
Testimony, less than 1/2 day	$2,000	
Testimony, per Day	$4,000	

Expenses **Reimbursable Expenses and upcharges are determined by the Client Agreement/Contract**

Subconsultants/Outside Services

Express Delivery, Field Supplies, Testing, Review/Filing Fees and Advertising

Travel:	Hotel and meals	Actual Cost	
	Vehicle[2]	$0.625 per mile effective 7/1/22	
Reproduction:	Outside printing service	Actual Cost	
	In-house printing		
	Letter Copy - B&W	$ 0.12	Per Copy
	Letter Copy - Color	$ 0.75	Per Copy
	22 x 34 Size Copy - B&W	$ 3.00	Per Copy
	22 x 34 Size Copy - Color	$12.00	Per Copy
	22 x 34 Size Copy - Color Photo	$25.00	Per Copy
	11 x 17 Size Copy - B&W	$ 1.50	Per Copy
	11 x 17 Size Copy - Color	$ 5.00	Per Copy
	CD Copy	$ 5.00	Per Copy
	Binding	$ 1.00	Each

(1) Billing Rates are reviewed and adjusted annually in August. Regardless, any adjustment in Billing Rates will not impact previously negotiated Not To Exceed (NTE) fee amounts without a formal Contract Amendment.

(2) To be adjusted periodically to current IRS mileage rate.

All Billings are due upon receipt unless prior arrangements for payment have been made.

Exhibit C
Amendment No. 2 Scope of Services and Fee Proposal
Solids Handling Improvements Phase II
Rogers Water Utilities
HWEI Project No. 2020043
October 6, 2022

Task 1 - Project Management and Meetings

Solids Handling Improvements Phase II - Amendment No. 2

Task Billing Rate (Effective thru 08/12/2023)	Engr VII $220	Engr V $175	Dsgnr I $110	Tech III $85	Survey Crew $175	Tech I $65	Total Hours	Total Cost
1.1 Project Management	16						16	$3,520
1.3 Progress Meetings and Conference Calls	8	8				8	24	$3,680
Total Hours	24	8	0	0	0	8	40	
Total Cost Task 1 - Project Management and Meetings	$5,280	$1,400	$0	$0	$0	$520		$7,200

Task 3 - Develop Solids Processing Options

Solids Handling Improvements Phase II - Amendment No. 2

Task Billing Rate (Effective thru 08/12/2023)	Engr VII $220	Engr V $175	Dsgnr I $110	Tech III $85	Survey Crew $175	Tech I $65	Total Hours	Total Cost
3.8 Revised 15% Drawings	8	40	8	80		16	152	$17,480
3.9 Site visit to Wyse Turbo-Dryer Facility in Parkersburg, West Virginia	40	40					80	$15,800
Total Hours	48	80	8	80	0	16	232	
Total Cost Task 3 - Develop Solids Processing	$10,560	$14,000	$880	$6,800	$0	$1,040		$33,280

Task 5 - Construction Manager at Risk Selection

Solids Handling Improvements Phase II - Amendment No. 2

Task Billing Rate (Effective thru 08/12/2023)	Engr VII $220	Engr V $175	Dsgnr I $110	Tech III $85	Survey Crew $175	Tech I $65	Total Hours	Total Cost
5.5.2 Evaluate15% Cost Estimates for each Dryer Alternative, as prepared by the CMAR	8	8					16	$3,160
Total Hours	8	8	0	0	0	0	16	
Total Cost Task 5 - Construction Manager at Risk Selection	$1,760	$1,400	$0	$0	$0	$0		$3,160

Task 6 - Clean Water State Revolving Fund (CWSRF) Assistance

Solids Handling Improvements Phase II - Amendment No. 2

Task Billing Rate (Effective thru 08/12/2023)	Engr VII $220	Engr V $175	Dsgnr I $110	Tech III $85	Survey Crew $175	Tech I $65	Total Hours	Total Cost
6.1. Assist RWU in preparing an application for CWSRF from NRD	8	8					16	$3,160
Total Hours	8	8	0	0	0	0	16	
Total Cost Task 6 - Clean Water State Revolving Fund (CWSRF) Assistance	$1,760	$1,400	$0	$0	$0	$0		$3,160

Reimbursable Expenses

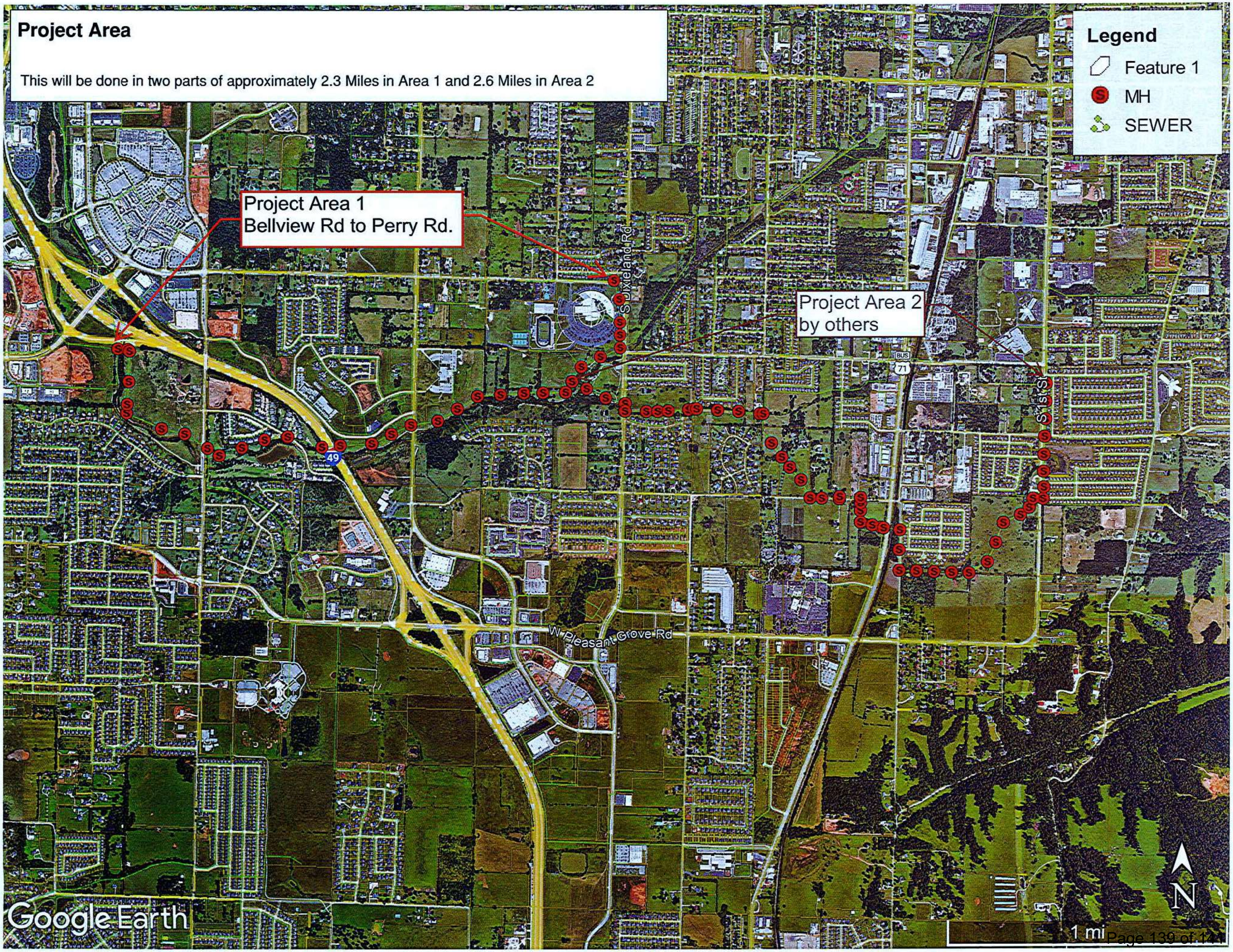
Solids Handling Improvements Phase II - Amendment No. 2

Item	Description	Total
1. Reproduction & Printing		$1,000
2. Travel Expenses	Wyse Site Visit - Parkersburg, West Virgina	$2,100
3. Outside Services	Black & Veatch, Inc.	$18,600
Total Estimated Reimbursable Expenses		$21,700

ENGINEERING SERVICES SUMMARY

Solids Handling Improvements Phase II - Amendment No. 2

Task 1 - Project Management and Meetings	$7,200
Task 3 - Develop Solids Processing Options	$33,280
Task 5 - Construction Manager at Risk Selection	$3,160
Task 6 - Clean Water State Revolving Fund (CWSRF) Assistance	$3,160
Reimbursable Expenses	$21,700
Total Engineering Fee - Not to Exceed	$68,500


Project Area
This will be done in two parts of approximately 2.3 Miles in Area 1 and 2.6 Miles in Area 2
Legend
Feature 1
MH
SEWER
Project Area 1
Bellview Rd to Perry Rd.
Project Area 2
by others
S Dixieland Rd
S Inman St
W Pleasant Grove Rd
49
71
Google Earth
1 mi
N

Blossom Way Parallel Sewer - Bellview Rd. to Perry Rd.
Manhour Estimate

Crafton Tull
10/10/2022

Item No.	Description	Surv. Crew $175	Surv. Intern $85	Sr. Prof. Surv. $140	Prof. Surv. Princ. $190	Engr. Tech. $75	Engr. Intern $120	Engr. Mngr. $175	Sr. Engr. Mgr. $200	Env. Scien. $120	Env. Mgr. $185	(QC) Engr. Dsgnr. $140	Sr. Inspctr. $90	Admin. $80	Estimated Labor Cost
	Field Surveys														
1	Coordination/Planning		4	4	4										$1,660.00
2	Research Local Utilities for Locates		16					4							$2,060.00
3	Establish Survey Control Monuments	80		32	4										$19,240.00
4	Perform 100'-wide Topographic Survey	160	32	32				4							$35,900.00
5	Gather Information to Assess Existing Manholes	48	16												$9,760.00
6	Determine Property Lines and Ownership of Parcels	80	80	96	4										$35,000.00
7	Prepare AutoCad Base Drawing for Project		80	32	4			4							$12,740.00
	Estimated Hours														$114,700.00
	Peliminary Design of Sewer														
1	Preliminary Design of Improvements					640	240	240	20						$122,800.00
2	Preliminary Design of Stream Crossings							40	4	80	4				$18,140.00
3	Prepare Preliminary Plans and Details					640	240	240	8						$120,400.00
4	Identify Possible Utility Conflicts					48	16	16	8						$9,920.00
5	Identify Easements Required.					48	16	16	2						$8,720.00
6	Quality Control					40	40	40	8			80			$27,600.00
7	Prepare Preliminary Cost Estimate							40	2						$7,400.00
8	Design Review Meeting with Owner							4	4						$1,500.00
	Estimated Hours														$316,480.00
	Final Design of Sewer														
1	Final Design					400	160	80	4						$64,000.00
2	Prepare Final Plan & Detail Sheets					480	160	80	4						$70,000.00
3	Tabulate Quantities & Prepare Estimate						40	40	4						$12,600.00
4	Prepare Construction Specifications						40	40	4						$12,600.00
5	Quality Control					20	20	40	40			80			$30,100.00
6	Design Review Meeting							4	4						$1,500.00
7	Final Plan Revisions					20		8	4						$3,700.00
	Estimated Hours														$194,500.00
	Easement Preparation														
1	Prepare Utility Easement Documents		120	80	2			40							$28,780.00
	Estimated Hours														$28,780.00

Crafton Tull
10/10/2022

Item No.	Description	Surv. Crew $175	Surv. Intern $85	Sr. Prof. Surv. $140	Prof. Surv. Princ. $190	Engr. Tech. $75	Engr. Intern $120	Engr. Mngr. $175	Sr. Engr. Mgr. $200	Env. Scien. $120	Env. Mgr. $185	(QC) Engr. Dsgnr. $140	Sr. Inspctr. $90	Admin. $80	Estimated Labor Cost
	Utility Relocation														
1	Utility Relocation for All Franchise Utilities					40	80	120	8						$35,200.00
	Estimated Hours														$35,200.00
	Total Project Labor Charges														**$689,660.00**
	Expenses														
	Mileage														
	Printing														
	Review Fees														
	Total Expenses														**$0.00**
	TOTAL PROJECT FEE														**$689,660.00**

Note - Acquisition of easements, bidding, construction observation, and full construction administration are not included in this estimate.

Staff recommends approval of the Proposal from Crafton and Tull for an amount not to exceed of $689,660.00 with Staff to negotiate the final form and content of the contract.