



**ROGERS WATERWORKS AND SEWER COMMISSION MEETING AGENDA
DECEMBER 16, 2024
4:00 PM**

AGENDA

CALL TO ORDER:

ACTION ON MINUTES:

1. Minutes from the November 18, 2024 Water and Sewer Commission Meeting

REPORTS:

1. Financial Reports - J. Sigmon
2. Engineering Reports - B. Sartain
3. Rogers Pollution Control Facility Reports - T. Beaver
4. Operations Reports - J. Lunsford

OLD BUSINESS:

NEW BUSINESS:

1. RWU Audit Presentation - E. Hoyt with Landmark CPAs
2. Resolution 24-31 Purchase of Office Furniture - B. Dobler
3. Resolution 24-32 Employee Salaries and Wages - D. Daniel
4. Resolution 24-33 Designating Electronic Bidding Service - B. Sartain
5. Red Flag Report - J. Sigmon
6. Resolution 24-34 Disposition of Obsolete IT Equipment - J. Roegner
7. Resolution 24-35 Engineering Vehicle Purchase - B. Sartain

ADJOURN:

Rogers Waterworks and Sewer Commission

November 18, 2024

Minutes

The Rogers Waterworks and Sewer Commission held its regularly scheduled meeting at 4:00 PM Monday, November 18, 2024, in the Rogers Administration Building located at 601 S 2nd Street. Present were Commissioners Paige Sultemeier, Travis Greene, Kathy McClure, Jene' Huffman-Gilreath and Chairman Jerry Carmichael. Rogers Water Utilities staff present were Jered Sigmon, Brian Sartain, Todd Beaver, Johnny Lunsford, Jerry Roegner, Debbie Putman, and Brent Dobler. Robert Frazier, with the Frazier Law Firm, was also in attendance.

Chairman Carmichael called the meeting to order at 4:00PM and formally welcomed our newest Commissioner, Jene' Huffman-Gilreath, to the Rogers Water and Sewer Commission. Chairman Carmichael then asked for a motion to approve the October 21, 2024, Water and Sewer Commission meeting minutes. Commissioner Greene made a motion to approve, seconded by Commissioner Sultemeier. All in favor, meeting minutes approved.

Chairman Carmichael then recognized Jered Sigmon to present the financial reports for October 2024. Billed revenue for the month in the Water department was \$1,990,004 a 22% YOY increase. Billed revenue for the month in the Sewer department was \$1,711,385 a 17% YOY increase. Mr. Sigmon then presented a water usage graph illustrating the historical water usages for the months of September and October for the last ten years. He explained that this year is certainly an anomaly due to an extremely dry weather pattern along with extended warm temperatures. Water consumption was up 19% YOY at 365,320,891 gallons, and Sewer consumption was up 11% YOY at 205,137,900 gallons. With 33.3% of the year passed, revenues in the Water department are at 41.7% and expenses are at 36.4%. In the Sewer department, revenues are at 31.8% and expenses are at 31.1%. Capital outlays in the Water department are at 20.6% and 10.3% in the Sewer department. October income in the water department was \$668,156.70. October income in the Sewer department was \$684,257.79. The Water department is tracking \$153,068 over FY23, and the Sewer department is tracking \$365,704 over this same period of FY23. Mr. Sigmon also stated that \$331,300 were collected in access and impact fees for a total of \$972,500 YTD. Access and impact YTD actuals are 31% of the FY24 total and 45% of the FY25 budget. Total restricted and unrestricted funds are at \$53.5M, versus \$52M in October of 2023. The 12-month rolling average for lost water stands at 8.0%.

Chairman Carmichael then recognized Brian Sartain to go over the Engineering reports. Mr. Sartain stated that the department had reviewed 160 plan sets. RWU is beginning to see the transition to the new Uniform Development Code nomenclature. He mentioned a couple of large projects that are now underway. Specifically, the CarMax and Mathis Bros Furniture facilities planned for S. Dixieland Rd. just north of the Lowell city limits. He also spoke about the 5th and Walnut emergency repair and that it would begin shortly. The solids handling project at the RPCF officially broke ground this month and is now under construction. The Pinnacle Golf Course sewer project is substantially complete.

Chairman Carmichael then recognized Todd Beaver to go over the RPCF reports. He went over the DMR summary and then the FOG program. No issues with either and he mentioned that the extreme dry weather can be used to calibrate processes due to the low flow rates into the plant. The FOG program

visited 33 locations in October. The new Kadent joints to replace the existing failed joints in place on the dryer have arrived and we will rebuild the others in-house once removed. The maintenance department installed a back-up hot oil pump on the dryer boiler as well. RWU has hired a new operations employee that has prior experience at a utility in Kansas. Other maintenance done during this period of low flow included replacing bearings on aerators that required draining an entire train. Again, due to the low flows, RWU had the opportunity to perform this maintenance. The RPCF treated 270MG in October, meaning the low flow estimate of 8.9MGD is still a bit high. Based on this calculation, staff will decrease the low flow estimate to 8.7MGD from.

Chairman Carmichael then recognized Mr. Robert Frazier to present RESOLUTION 24-30 AUTHORIZING THE CHAIRMAN OF THE ROGERS WATERWORKS AND SEWER COMMISSION TO SIGN A DEED CONVEYING THE PERSIMMON STREET ELEVATED STORAGE TANK SITE TO THE CITY OF ROGERS IN CONNECTION WITH THE SALE OF THE SITE TO DRA PROPERTIES, LLC, AND FOR OTHER PURPOSES. Mr. Frazier explained that RWU is in the process of selling this facility. The only deed that can be found for this property is from 1948 and references "Rogers Waterworks". In 1986, the separate entities of Rogers Waterworks and Rogers Sewer Commission were combined into the current Rogers Waterworks and Sewer Commission. The title company would like the Rogers Water and Sewer Commission to sign a deed conveying this property to the City of Rogers so that the City of Rogers can complete the sale of the Persimmon Street property to DRA Properties, LLC. Commissioner McClure made a motion, seconded by Commissioner Huffman-Gilreath to approve RESOLUTION 24-30 AUTHORIZING THE CHAIRMAN OF THE ROGERS WATERWORKS AND SEWER COMMISSION TO SIGN A DEED CONVEYING THE PERSIMMON STREET ELEVATED STORAGE TANK SITE TO THE CITY OF ROGERS IN CONNECTION WITH THE SALE OF THE SITE TO DRA PROPERTIES, LLC, AND FOR OTHER PURPOSES. All in favor, Resolution 24-30 passed.

Chairman Carmichael then recognized Brian Sartain to present the bid tabulation for the 2024 Miscellaneous Water Project. Mr. Sartain explained that this is a collection of water line installations in the lake area where RWU has a few non-conforming lots and needs to complete a few loops that were not previously completed. Other included projects will mitigate erosion that is exposing water lines. These lines will be re-installed by directional boring to minimize any disruptions. The engineer's estimate for these projects was \$537,100.00. The low bid received was from Big M Ranch Inc. for \$299,304.00. There was discussion regarding the low bid amount, which was significantly less than the other bidders and also the engineer's estimate. Brian stated that RWU had called a meeting with the contractor to specifically discuss this low number, and the contractor felt that they had not missed anything and would honor the unit bid numbers submitted. Commissioner Greene made a motion to recommend the acceptance and approval of the bid from Big M Ranch, Inc. in the amount of \$299,304.00 for the 2024 Miscellaneous Water project. Commissioner McClure seconded the motion. All in favor, motion carried.

With no further items, Commissioner Carmichael adjourned the meeting at 4:34pm.

Respectfully Submitted,

Brent Dobler/Secretary
Rwwscmin111824

December 16, 2024

To: The Rogers Water and Sewer Commission
From: Jered Sigmon, Controller
Re: November 2024 Financial Information

Billed Revenue and Consumption

Nov 2024	Billed Revenue Current Month	Billed Revenue YOY % Change	Res/Comm/Ind YOY % Change	Consumption Current Month	Consumption YOY % Change
Water	\$1,730,558	25%	23%	310,811,719	23%
Sewer	\$1,818,228	28%	9%	200,566,100	8%

Actuals vs Budget

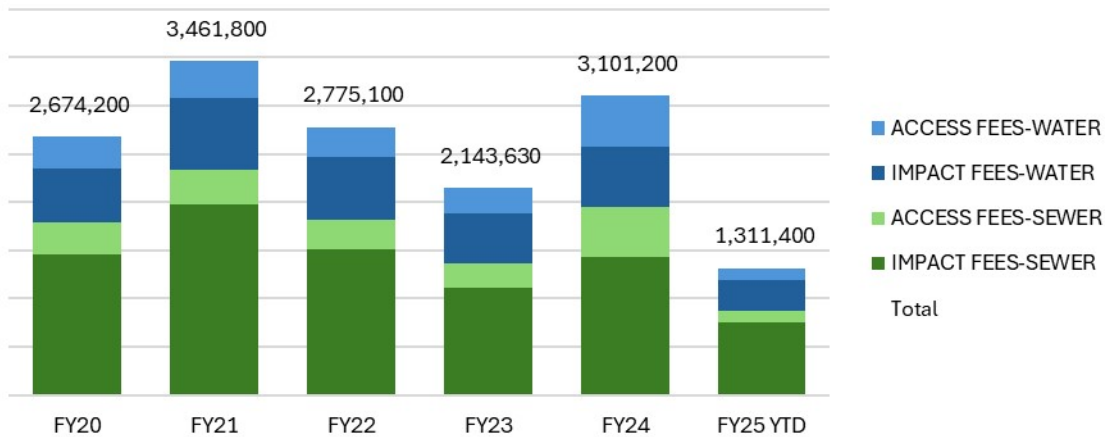
	% FY Passed	Revenues	Expenses	Capital
Water	42%	51%	44%	22%
Sewer	42%	42%	40%	15%

YTD Income (Loss)

Water YTD income is 10% higher than last year.
Sewer YTD income is 11% higher than last year.

Access & Impact Fee Revenue

\$345,600 collected this month. YTD actuals are 42% of the FY24 total and 61% of the FY25 budget.



Other Financial Reporting Items

- \$52.8M total unrestricted and restricted funds (\$49.8M same period last year).
- 8% lost water (12-month rolling average).

Rogers Water Utilities

Monthly Income (Loss) comparisons

WATER					Cumulative	Cumulative
	FY 2023	FY 2024	FY 2025		Variance to PY	% Change to PY
July	\$ 606,058.75	\$ 667,444.11	\$ 593,361.69	\$	(74,082.42)	-11.1%
August	\$ 876,035.33	\$ 732,171.70	\$ 734,620.95	\$	(71,633.17)	-5.1%
September	\$ 598,001.67	\$ 707,007.73	\$ 837,845.05	\$	59,204.15	2.8%
October	\$ 749,926.53	\$ 574,412.76	\$ 661,234.76	\$	146,026.15	5.4%
November	\$ 291,503.08	\$ 493,375.01	\$ 661,101.27	\$	313,752.41	9.9%
December	\$ 120,180.03	\$ 481,020.61				
January	\$ 384,250.00	\$ 216,189.34				
February	\$ 214,287.94	\$ 294,388.85				
March	\$ 210,489.19	\$ 334,526.73				
April	\$ 335,697.09	\$ 189,293.24				
May	\$ 434,038.10	\$ 786,428.12				
June	\$ 264,440.84	\$ 136,196.63				
YTD Income (Loss)	\$ 5,084,908.55	\$ 5,612,454.83	\$ 3,488,163.72	\$	313,752.41	9.9%
Income (Loss) Before APERS Pension Adjustment	\$ 5,084,908.55	\$ 5,612,454.83	\$ 3,488,163.72			
APERS Pension Adjustment	\$ 30,599.45	\$ (182,525.83)	\$ -			
Income per Audited Financial Stmts	\$ 5,115,508.00	\$ 5,429,929.00	\$ 3,488,163.72			
Annual Budget	\$ 3,415,000.00	\$ 3,740,000.00	\$ 4,800,682.00			

SEWER					Cumulative	Cumulative
	FY 2023	FY 2024	FY 2025		Variance to PY	% Change to PY
July	\$ 593,693.29	\$ 592,016.25	\$ 602,623.48	\$	10,607.23	1.8%
August	\$ 618,119.21	\$ 561,720.12	\$ 629,621.46	\$	78,508.57	6.8%
September	\$ 573,458.83	\$ 515,074.32	\$ 732,285.33	\$	295,719.58	17.7%
October	\$ 599,571.85	\$ 614,402.48	\$ 678,628.26	\$	359,945.36	15.8%
November	\$ 348,374.55	\$ 641,370.46	\$ 604,435.46	\$	323,010.36	11.0%
December	\$ 336,457.27	\$ 614,035.91				
January	\$ 440,512.11	\$ 658,143.18				
February	\$ (101,216.06)	\$ 440,563.77				
March	\$ 318,709.84	\$ 485,250.55				
April	\$ 492,677.70	\$ 463,073.47				
May	\$ 710,512.68	\$ 990,997.66				
June	\$ 100,471.06	\$ (130,054.53)				
Plus one-time ARPA grant	\$ -	\$ 2,472,738.00	\$ 371,813.84			
YTD Income (Loss)	\$ 5,031,342.33	\$ 8,919,331.64	\$ 3,619,407.83	\$	323,010.36	11.0%
FY Income (Loss) Before APERS Pension Adjustment	\$ 5,031,342.33	\$ 8,919,331.64	\$ 3,619,407.83			
APERS Pension Adjustment	\$ 37,100.67	\$ (280,444.64)	\$ -			
Income per Audited Financial Stmts	\$ 5,068,443.00	\$ 8,638,887.00	\$ 3,619,407.83			
Annual Budget	\$ 4,620,000.00	\$ 3,348,250.00	\$ 7,980,056.00			



Budget Report Group Summary

For Fiscal: 2024-2025 Period Ending: 11/30/2024

Account Typ...	Original Total Budget	Current Total Budget	Period Activity	Fiscal Activity	Variance Favorable (Unfavorable)	Percent Used
Fund: 1 - WATER						
Revenue	20,474,760.00	20,474,760.00	1,921,943.82	10,455,693.37	(10,019,066.63)	51.07%
Expense	15,579,278.00	15,674,078.00	1,260,842.55	6,967,529.65	8,706,548.35	44.45%
Fund: 1 - WATER Surplus (Deficit):	4,895,482.00	4,800,682.00	661,101.27	3,488,163.72	(1,312,518.28)	72.66%
Fund: 2 - SEWER						
Revenue	23,293,160.00	23,293,160.00	2,302,367.89	9,712,034.09	(13,581,125.91)	41.69%
Expense	15,313,104.00	15,313,104.00	1,326,118.59	6,092,626.26	9,220,477.74	39.79%
Fund: 2 - SEWER Surplus (Deficit):	7,980,056.00	7,980,056.00	976,249.30	3,619,407.83	(4,360,648.17)	45.36%
Report Surplus (Deficit):	12,875,538.00	12,780,738.00	1,637,350.57	7,107,571.55	(5,673,166.45)	55.61%

Fund Summary

Fund	Original Total Budget	Current Total Budget	Period Activity	Fiscal Activity	Variance Favorable (Unfavorable)
1 - WATER	4,895,482.00	4,800,682.00	661,101.27	3,488,163.72	(1,312,518.28)
2 - SEWER	7,980,056.00	7,980,056.00	976,249.30	3,619,407.83	(4,360,648.17)
Report Surplus (Deficit):	12,875,538.00	12,780,738.00	1,637,350.57	7,107,571.55	(5,673,166.45)



Rogers Water Utilities, AR

Income Statement Account Summary

For Fiscal: 2024-2025 Period Ending: 11/30/2024

		Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
Fund: 1 - WATER						
Revenue						
1-4440.00	RESIDENTIAL WATER	10,558,000.00	10,558,000.00	915,977.68	5,422,002.27	5,135,997.73
1-4450.00	COMMERCIAL WATER	5,364,000.00	5,364,000.00	497,844.61	2,675,640.84	2,688,359.16
1-4460.00	INDUSTRIAL WATER	1,717,000.00	1,717,000.00	150,243.72	826,155.39	890,844.61
1-4470.00	HYDRANTS	14,000.00	14,000.00	1,190.00	5,823.32	8,176.68
1-4470.01	FIRE LINES	130,000.00	130,000.00	11,600.00	57,380.00	72,620.00
1-4470.02	LABOR SALES	45,000.00	45,000.00	1,799.84	19,035.62	25,964.38
1-4470.03	AR DEPT OF HEALTH FEE	143,600.00	143,600.00	12,154.99	60,347.01	83,252.99
1-4470.04	LARGE TAP FEES	20,000.00	20,000.00	4,100.00	5,250.00	14,750.00
1-4470.05	MACHINE TIME SALES	23,000.00	23,000.00	2,456.09	10,756.09	12,243.91
1-4470.06	HYDRANT METER RENTALS	60,000.00	60,000.00	5,180.00	24,276.00	35,724.00
1-4470.07	MISC. WATER SALES	65,000.00	65,000.00	2,926.26	34,880.15	30,119.85
1-4471.00	SERVICE CHG. INCOME	236,000.00	236,000.00	14,501.97	93,794.00	142,206.00
1-4471.05	PENALTY	454,000.00	454,000.00	34,479.25	176,326.33	277,673.67
1-4472.00	INTEREST INCOME-INVESTMNTS	653,000.00	653,000.00	90,047.62	398,272.89	254,727.11
1-4472.01	INTEREST INCOME-BANK ACCTS	106,000.00	106,000.00	20,384.75	85,910.39	20,089.61
1-4472.98	INTEREST INCOME-BOND FUNDS	23,000.00	23,000.00	5,686.68	23,357.63	-357.63
1-4474.00	SALE OF ASSETS	5,000.00	5,000.00	0.00	7,621.67	-2,621.67
1-4475.00	RENT INCOME	0.00	0.00	5,044.48	5,044.48	-5,044.48
1-4476.00	NEW CUSTOMER FEES	65,900.00	65,900.00	3,511.82	28,081.82	37,818.18
1-4476.10	ACCESS FEES	228,900.00	228,900.00	45,900.00	119,100.00	109,800.00
1-4476.20	IMPACT FEES	488,100.00	488,100.00	70,600.00	316,600.00	171,500.00
1-4482.00	INLAND BILLING REVENUE	65,000.00	65,000.00	5,572.00	27,760.75	37,239.25
1-4485.00	MISCELLANEOUS INCOME	10,260.00	10,260.00	20,742.06	32,276.72	-22,016.72
Revenue Total:		20,474,760.00	20,474,760.00	1,921,943.82	10,455,693.37	10,019,066.63
Expense						
Department: 555 - GENERAL EXPENSES						
1-555-5301	NEWSPAPER, RADIO, PUBLICATIONS	234.00	234.00	58.50	117.00	117.00
1-555-5302	JANITORIAL EXPENSE	21,220.00	21,220.00	1,667.15	10,002.90	11,217.10
1-555-5305	MISCELLANEOUS	3,160.00	3,160.00	517.31	3,755.44	-595.44
1-555-5330	BEAVER WATERSHED ALLIANCE	5,000.00	5,000.00	0.00	5,000.00	0.00
1-555-5350	UTILITIES	34,000.00	34,000.00	2,104.14	11,154.84	22,845.16
1-555-5400	ARKANSAS PUBLIC WATER FEE	143,600.00	143,600.00	12,123.60	60,224.80	83,375.20
1-555-5402	CUSTOMER PAYMENT FEES	201,700.00	201,700.00	13,131.69	79,021.46	122,678.54
1-555-5500	WATER PURCHASES	6,244,000.00	6,244,000.00	459,784.40	3,068,261.45	3,175,738.55
1-555-5580	EQUIP. MAINT. FEES	1,080.00	1,080.00	89.00	445.00	635.00
1-555-5581	SOFTWARE MAINTENANCE FEES	165,226.00	165,226.00	7,214.67	33,312.87	131,913.13
1-555-5602	INSURANCE-BLDGS & CONTENTS	20,300.00	20,300.00	1,694.46	8,472.30	11,827.70
1-555-5650	ACCOUNTING/AUDIT EXPENSE	17,500.00	17,500.00	1,458.33	2,916.66	14,583.34
1-555-5651	ATTORNEY RETAINER FEES	35,000.00	35,000.00	1,640.00	8,170.00	26,830.00
1-555-5653	LEGAL CLAIMS-MISCELLANOUS	35,000.00	35,000.00	0.00	4,699.12	30,300.88
1-555-5654	EMPLOYEE PRACTICE CLAIMS	35,000.00	35,000.00	0.00	0.00	35,000.00
1-555-5700	TRUSTEE FEES	6,800.00	6,800.00	4,000.00	4,000.00	2,800.00
1-555-5701	2016 BOND INTEREST	371,410.00	371,410.00	30,495.32	157,943.24	213,466.76
1-555-5702	AMORTIZATION-2016 BONDS	-27,718.00	-27,718.00	-2,309.83	-9,239.32	-18,478.68
1-555-5703	2012 BOND INTEREST	159,475.00	159,475.00	12,618.75	71,143.75	88,331.25
1-555-5704	2012 BOND REFUNDING COSTS	48,429.00	48,429.00	4,035.72	20,178.60	28,250.40
1-555-5705	AMORTIZATION-2012 BONDS	-2,392.00	-2,392.00	-199.31	-996.55	-1,395.45
1-555-5706	2016 BOND REFUNDING COSTS	7,263.00	7,263.00	605.26	2,421.04	4,841.96
1-555-5707	2016 BOND INSURANCE	833.00	833.00	69.40	277.60	555.40
1-555-5800	DEPRECIATION	3,315,000.00	3,315,000.00	270,643.00	1,325,052.01	1,989,947.99
1-555-5801	AMORT OF SOFTWARE HOSTING-AZTECA	30,000.00	30,000.00	0.00	0.00	30,000.00

Income Statement

For Fiscal: 2024-2025 Period Ending: 11/30/2024

		Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
1-555-5802	AMORT OF SOFTWARE HOSTING-TYLER	13,260.00	13,260.00	0.00	0.00	13,260.00
1-555-5803	AMORT OF ROU SUBSCRIPTION ASSET	0.00	0.00	13,511.00	67,555.00	-67,555.00
1-555-5850	BAD DEBTS	35,000.00	35,000.00	17,000.00	84,924.16	-49,924.16
1-555-9100	INTEREST EXP ROU SUBSCRIPTION ASSET	0.00	0.00	1,049.00	5,245.00	-5,245.00
Department: 555 - GENERAL EXPENSES Total:		10,919,380.00	10,919,380.00	853,001.56	5,024,058.37	5,895,321.63
Department: 560 - ENGINEERING						
1-560-5100	SALARIES ENGINEERING	420,000.00	420,000.00	41,214.96	202,983.62	217,016.38
1-560-5102	CAPITALIZED COSTS	-170,000.00	-170,000.00	0.00	0.00	-170,000.00
1-560-5104	PERS-ENGINEERING	64,344.00	64,344.00	5,996.74	30,588.30	33,755.70
1-560-5105	HEALTH INSURANCE	58,800.00	58,800.00	11,636.96	26,902.72	31,897.28
1-560-5106	LIFE INSURANCE	2,200.00	2,200.00	165.80	833.62	1,366.38
1-560-5107	DISABILITY INSURANCE	1,200.00	1,200.00	90.40	453.91	746.09
1-560-5111	FICA	32,130.00	32,130.00	2,864.11	14,561.77	17,568.23
1-560-5251	TRAVEL EXPENSE	2,500.00	2,500.00	0.00	0.00	2,500.00
1-560-5252	TRAINING EXPENSE	3,000.00	3,000.00	0.00	50.00	2,950.00
1-560-5305	MISCELLANEOUS	800.00	800.00	13.94	1,613.34	-813.34
1-560-5306	SUPPLIES	3,500.00	3,500.00	384.86	1,304.52	2,195.48
1-560-5307	OUTSIDE SERVICES	7,000.00	7,000.00	940.60	2,596.42	4,403.58
1-560-5308	ASSOCIATION DUES & EXPENSE	3,000.00	3,000.00	40.00	146.50	2,853.50
1-560-5551	VEHICLE EXPENSE	5,000.00	5,000.00	386.75	3,052.43	1,947.57
1-560-5581	SOFTWARE MAINTENANCE	12,500.00	12,500.00	3,089.09	6,195.20	6,304.80
1-560-5601	WORKMANS COMPENSATION	5,980.00	5,980.00	516.93	2,067.72	3,912.28
1-560-5602	INSURANCE-BLDGS & CONTENTS	400.00	400.00	34.67	173.35	226.65
1-560-5603	INSURANCE-VEHICLES	500.00	500.00	0.00	135.68	364.32
1-560-5800	DEPRECIATION	25,000.00	25,000.00	1,058.00	6,398.66	18,601.34
Department: 560 - ENGINEERING Total:		477,854.00	477,854.00	68,433.81	300,057.76	177,796.24
Department: 565 - FIELD						
1-565-5100	SALARIES FIELD	1,217,000.00	1,286,000.00	101,040.87	497,083.85	788,916.15
1-565-5102	CAPITALIZED COSTS	7,500.00	7,500.00	0.00	0.00	7,500.00
1-565-5104	PERS-FIELD	186,444.00	197,044.00	14,286.17	75,921.72	121,122.28
1-565-5105	HEALTH INSURANCE	176,400.00	185,400.00	26,598.79	65,665.70	119,734.30
1-565-5106	LIFE INSURANCE	5,300.00	5,560.00	385.55	2,007.38	3,552.62
1-565-5107	DISABILITY INSURANCE	2,900.00	3,040.00	210.57	1,093.34	1,946.66
1-565-5110	UNIFORMS	19,000.00	19,500.00	1,830.53	8,663.12	10,836.88
1-565-5111	FICA	93,101.00	98,401.00	6,889.64	36,721.43	61,679.57
1-565-5251	TRAVEL AND TRAINING	15,000.00	15,000.00	1,131.20	5,157.54	9,842.46
1-565-5304	SAFETY EQUIPMENT	20,000.00	20,000.00	1,076.24	10,557.12	9,442.88
1-565-5305	MISCELLANEOUS	3,000.00	3,000.00	26.27	550.26	2,449.74
1-565-5306	OFFICE SUPPLIES	7,000.00	7,000.00	832.45	1,268.17	5,731.83
1-565-5307	OUTSIDE SERVICES	12,000.00	12,000.00	613.35	5,297.46	6,702.54
1-565-5308	DUES, SUBSCR, LICENSE	3,000.00	3,000.00	0.00	315.83	2,684.17
1-565-5315	CUSTOMER DAMAGE PAYMENTS	5,000.00	5,000.00	0.00	135.00	4,865.00
1-565-5350	UTILITIES	100,000.00	100,000.00	8,866.95	38,632.98	61,367.02
1-565-5551	VEHICLE MAINT.	51,300.00	51,300.00	10,865.32	26,331.85	24,968.15
1-565-5552	FIELD REPAIR AND MAINT.	450,000.00	450,000.00	19,965.39	193,775.28	256,224.72
1-565-5553	BACKHOE	3,000.00	3,000.00	0.00	0.00	3,000.00
1-565-5555	SCADA HAND TOOLS	5,000.00	5,000.00	811.19	1,105.14	3,894.86
1-565-5557	EQUIPMENT MAINT.	40,000.00	40,000.00	360.29	2,453.72	37,546.28
1-565-5558	SUPPLIES, HAND TOOLS	38,000.00	38,000.00	2,092.81	14,525.36	23,474.64
1-565-5559	GAS AND OIL	55,000.00	55,000.00	3,822.83	18,520.10	36,479.90
1-565-5560	GENERATOR MAINTENANCE	9,000.00	9,000.00	0.00	27.26	8,972.74
1-565-5561	BUILDING MAINT.	15,000.00	15,000.00	803.35	17,142.33	-2,142.33
1-565-5563	WATER TOWER MAINT	20,000.00	20,000.00	3,567.96	10,736.69	9,263.31
1-565-5581	SOFTWARE MAINTENANCE	10,014.00	10,014.00	56.25	3,813.97	6,200.03
1-565-5601	WORKMANS COMPENSATION	19,360.00	19,360.00	1,672.79	6,691.16	12,668.84
1-565-5602	INSURANCE-BLDGS & CONTENTS	12,200.00	12,200.00	1,012.65	5,063.25	7,136.75
1-565-5603	INSURANCE-VEHICLES	6,700.00	6,700.00	0.00	2,007.53	4,692.47

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		Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
1-565-5800	DEPRECIATION	112,000.00	112,000.00	16,000.00	73,166.66	38,833.34
	Department: 565 - FIELD Total:	2,719,219.00	2,814,019.00	224,819.41	1,124,431.20	1,689,587.80
	Department: 570 - OFFICE					
1-570-5100	SALARIES OFFICE	917,000.00	917,000.00	71,361.81	332,316.27	584,683.73
1-570-5104	PERS-OFFICE	140,484.00	140,484.00	9,332.55	49,642.54	90,841.46
1-570-5105	HEALTH INSURANCE	78,400.00	78,400.00	9,974.55	25,317.05	53,082.95
1-570-5106	LIFE INSURANCE	2,500.00	2,500.00	189.48	935.60	1,564.40
1-570-5107	DISABILITY INSURANCE	1,400.00	1,400.00	103.31	509.77	890.23
1-570-5110	UNIFORMS	400.00	400.00	0.00	0.00	400.00
1-570-5111	FICA	70,151.00	70,151.00	4,469.90	23,738.50	46,412.50
1-570-5251	TRAVEL EXPENSE	500.00	500.00	0.00	0.00	500.00
1-570-5252	TRAINING EXPENSE	3,700.00	3,700.00	0.00	0.00	3,700.00
1-570-5305	MISCELLANEOUS	3,000.00	3,000.00	239.86	754.65	2,245.35
1-570-5306	OFFICE SUPPLIES	16,000.00	16,000.00	477.59	4,532.15	11,467.85
1-570-5307	OUTSIDE SERVICES	57,270.00	57,270.00	3,330.08	7,537.24	49,732.76
1-570-5308	ASSOC. DUES & EXPENSES	2,000.00	2,000.00	0.00	240.44	1,759.56
1-570-5309	POSTAGE/MAILING	146,900.00	146,900.00	13,057.07	64,777.48	82,122.52
1-570-5310	OFFICE MACHINE REPAIR	1,000.00	1,000.00	0.00	577.89	422.11
1-570-5311	PUBLIC RELATIONS	4,200.00	4,200.00	677.37	630.82	3,569.18
1-570-5312	ARKANSAS ONE CALL	9,000.00	9,000.00	663.70	4,458.97	4,541.03
1-570-5313	CASH LONG/SHORT	0.00	0.00	-42.91	-130.33	130.33
1-570-5320	COMPUTER EXPENSE	8,500.00	8,500.00	717.16	2,998.28	5,501.72
1-570-5601	WORKMANS COMPENSATION	420.00	420.00	36.25	145.00	275.00
	Department: 570 - OFFICE Total:	1,462,825.00	1,462,825.00	114,587.77	518,982.32	943,842.68
	Expense Total:	15,579,278.00	15,674,078.00	1,260,842.55	6,967,529.65	8,706,548.35
	Fund: 1 - WATER Surplus (Deficit):	4,895,482.00	4,800,682.00	661,101.27	3,488,163.72	
	Fund: 2 - SEWER					
	Revenue					
2-4440.00	RESIDENTIAL SEWER	11,403,000.00	11,403,000.00	948,376.61	4,816,055.39	6,586,944.61
2-4450.00	COMMERCIAL SEWER	3,927,000.00	3,927,000.00	342,020.07	1,643,506.97	2,283,493.03
2-4460.00	INDUSTRIAL SEWER	2,520,000.00	2,520,000.00	218,397.76	1,203,876.80	1,316,123.20
2-4470.02	LABOR SALES	13,000.00	13,000.00	1,251.19	3,721.19	9,278.81
2-4470.03	MACHINE TIME SALES	13,000.00	13,000.00	-487.50	4,542.50	8,457.50
2-4471.05	PENALTY	197,000.00	197,000.00	16,377.38	71,890.17	125,109.83
2-4472.00	INTEREST INCOME-INVESTMNTS	909,000.00	909,000.00	107,528.55	462,211.32	446,788.68
2-4472.01	INTEREST INCOME-BANK ACCTS	40,000.00	40,000.00	14,816.31	46,061.09	-6,061.09
2-4472.98	INTEREST INCOME-BOND FUNDS	26,000.00	26,000.00	5,198.34	21,805.66	4,194.34
2-4474.00	SALE OF ASSETS	8,000.00	8,000.00	0.00	822.92	7,177.08
2-4475.00	RENT INCOME	7,200.00	7,200.00	600.00	3,000.00	4,200.00
2-4476.00	NEW CUSTOMER FEES	73,300.00	73,300.00	3,944.02	31,088.02	42,211.98
2-4476.10	ACCESS FEES	265,200.00	265,200.00	44,700.00	118,500.00	146,700.00
2-4476.20	IMPACT FEES	1,179,200.00	1,179,200.00	184,400.00	757,200.00	422,000.00
2-4482.00	INLAND BILLING REVENUE	65,000.00	65,000.00	5,572.00	27,760.75	37,239.25
2-4485.00	MISCELLANEOUS INCOME	2,647,260.00	2,647,260.00	409,673.16	499,991.31	2,147,268.69
	Revenue Total:	23,293,160.00	23,293,160.00	2,302,367.89	9,712,034.09	13,581,125.91
	Expense					
	Department: 555 - GENERAL EXPENSES					
2-555-5301	NEWSPAPER, RADIO, PUBLICATIONS	234.00	234.00	58.50	117.00	117.00
2-555-5302	JANITORIAL EXPENSE	21,220.00	21,220.00	1,667.15	10,002.90	11,217.10
2-555-5305	MISCELLANEOUS	4,000.00	4,000.00	563.74	3,996.78	3.22
2-555-5350	UTILITIES	34,000.00	34,000.00	2,137.34	10,540.73	23,459.27
2-555-5401	CITY FRANCHISE FEES	636,740.00	636,740.00	53,989.42	272,090.98	364,649.02
2-555-5402	CUSTOMER PAYMENT FEES	201,700.00	201,700.00	13,131.67	79,021.38	122,678.62
2-555-5580	EQUIP. MAINT. FEES	1,080.00	1,080.00	89.00	445.00	635.00
2-555-5581	SOFTWARE MAINTENANCE FEES	163,151.00	163,151.00	14,041.85	65,180.77	97,970.23
2-555-5602	INSURANCE-BLDGS & CONTENTS	1,700.00	1,700.00	138.68	693.40	1,006.60
2-555-5650	ACCOUNTING/AUDIT EXPENSE	17,500.00	17,500.00	1,458.33	2,916.66	14,583.34
2-555-5651	ATTORNEY RETAINER FEES	40,000.00	40,000.00	1,980.00	11,596.50	28,403.50

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		Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
2-555-5653	LEGAL CLAIMS-MISCELLANOUS	35,000.00	35,000.00	0.00	4,699.13	30,300.87
2-555-5654	EMPLOYEE PRACTICE CLAIMS	35,000.00	35,000.00	0.00	0.00	35,000.00
2-555-5700	TRUSTEE FEES	4,000.00	4,000.00	4,000.00	4,000.00	0.00
2-555-5800	DEPRECIATION	3,076,000.00	3,076,000.00	234,853.00	1,126,328.66	1,949,671.34
2-555-5801	AMORT OF SOFTWARE HOSTING-AZTECA	30,000.00	30,000.00	0.00	0.00	30,000.00
2-555-5802	AMORT OF SOFTWARE HOSTING-TYLER	13,260.00	13,260.00	0.00	0.00	13,260.00
2-555-5850	BAD DEBTS	36,000.00	36,000.00	17,000.00	85,000.00	-49,000.00
Department: 555 - GENERAL EXPENSES Total:		4,350,585.00	4,350,585.00	345,108.68	1,676,629.89	2,673,955.11
Department: 560 - ENGINEERING						
2-560-5100	SALARIES ENGINEERING	564,000.00	564,000.00	37,656.29	186,353.80	377,646.20
2-560-5102	CAPITALIZED COSTS	-170,000.00	-170,000.00	0.00	0.00	-170,000.00
2-560-5104	PERS-ENGINEERING	86,405.00	86,405.00	5,302.70	28,299.02	58,105.98
2-560-5105	HEALTH INSURANCE	29,400.00	29,400.00	4,987.27	12,620.15	16,779.85
2-560-5106	LIFE INSURANCE	900.00	900.00	69.64	344.94	555.06
2-560-5107	DISABILITY INSURANCE	500.00	500.00	38.10	188.28	311.72
2-560-5111	FICA	43,146.00	43,146.00	2,540.63	13,535.51	29,610.49
2-560-5251	TRAVEL EXPENSE	2,500.00	2,500.00	0.00	0.00	2,500.00
2-560-5252	TRAINING EXPENSE	3,000.00	3,000.00	0.00	150.00	2,850.00
2-560-5305	MISCELLANEOUS	750.00	750.00	13.95	1,087.78	-337.78
2-560-5306	SUPPLIES	3,500.00	3,500.00	384.87	1,076.16	2,423.84
2-560-5307	OUTSIDE SERVICES	5,000.00	5,000.00	1,521.45	2,356.81	2,643.19
2-560-5308	ASSOCIATION DUES & EXPENSE	1,000.00	1,000.00	40.00	40.00	960.00
2-560-5551	VEHICLE EXPENSE	3,000.00	3,000.00	277.11	2,055.08	944.92
2-560-5581	SOFTWARE MAINTENANCE	6,880.00	6,880.00	3,089.09	6,195.21	684.79
2-560-5601	WORKMANS COMPENSATION	2,770.00	2,770.00	239.62	958.48	1,811.52
2-560-5602	INSURANCE-BLDGS & CONTENTS	400.00	400.00	34.67	173.35	226.65
2-560-5603	INSURANCE-VEHICLES	500.00	500.00	0.00	145.92	354.08
2-560-5800	DEPRECIATION	26,000.00	26,000.00	657.00	4,794.66	21,205.34
Department: 560 - ENGINEERING Total:		609,651.00	609,651.00	56,852.39	260,375.15	349,275.85
Department: 565 - FIELD						
2-565-5100	SALARIES FIELD	1,157,000.00	1,157,000.00	105,025.67	490,712.79	666,287.21
2-565-5102	CAPITALIZED COSTS	-7,500.00	-7,500.00	0.00	0.00	-7,500.00
2-565-5104	PERS-FIELD	177,252.00	177,252.00	14,966.22	73,830.57	103,421.43
2-565-5105	HEALTH INSURANCE	186,200.00	186,200.00	30,749.42	79,167.73	107,032.27
2-565-5106	LIFE INSURANCE	5,800.00	5,800.00	464.27	2,299.64	3,500.36
2-565-5107	DISABILITY INSURANCE	3,200.00	3,200.00	254.01	1,255.25	1,944.75
2-565-5110	UNIFORMS	20,000.00	20,000.00	1,744.99	7,725.86	12,274.14
2-565-5111	FICA	88,511.00	88,511.00	7,044.68	34,630.93	53,880.07
2-565-5251	TRAVEL AND TRAINING	18,000.00	18,000.00	0.00	2,424.96	15,575.04
2-565-5304	SAFETY EQUIPMENT	12,000.00	12,000.00	1,076.26	10,073.43	1,926.57
2-565-5305	MISCELLANEOUS	4,000.00	4,000.00	26.27	2,101.67	1,898.33
2-565-5306	OFFICE SUPPLIES	7,000.00	7,000.00	832.48	1,383.45	5,616.55
2-565-5307	OUTSIDE SERVICES	17,000.00	17,000.00	673.36	4,237.60	12,762.40
2-565-5308	DUES, SUBSCR, LICENSE	3,000.00	3,000.00	0.00	115.82	2,884.18
2-565-5315	CUSTOMER DAMAGE PAYMENTS	25,000.00	25,000.00	252.26	702.26	24,297.74
2-565-5350	UTILITIES	85,000.00	85,000.00	6,795.38	81,698.70	3,301.30
2-565-5351	UTIL-GRIND STA-SW ATALANTA	6,000.00	6,000.00	632.69	3,008.23	2,991.77
2-565-5551	VEHICLE MAINT.	41,300.00	41,300.00	594.21	18,993.67	22,306.33
2-565-5552	FIELD REPAIR AND MAINT.	175,000.00	175,000.00	10,525.05	19,212.79	155,787.21
2-565-5553	BACKHOE	5,000.00	5,000.00	0.00	0.00	5,000.00
2-565-5554	CAMERA	15,000.00	15,000.00	7.60	9,300.47	5,699.53
2-565-5555	SCADA HAND TOOLS	2,500.00	2,500.00	811.19	1,225.93	1,274.07
2-565-5556	FLUSHTRUCKS	35,000.00	35,000.00	818.53	5,813.36	29,186.64
2-565-5557	EQUIPMENT MAINT.	14,000.00	14,000.00	43.78	845.48	13,154.52
2-565-5558	SUPPLIES, HAND TOOLS	15,000.00	15,000.00	2,180.85	5,002.79	9,997.21
2-565-5559	GAS AND OIL	70,000.00	70,000.00	4,374.95	22,551.00	47,449.00
2-565-5560	GENERATOR MAINTENANCE	17,000.00	17,000.00	0.00	1,545.72	15,454.28
2-565-5561	BUILDING MAINT.	15,000.00	15,000.00	803.36	6,657.72	8,342.28
2-565-5563	LIFT STATION MAINT	25,000.00	25,000.00	6,552.06	12,290.37	12,709.63

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		Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
2-565-5581	SOFTWARE MAINTENANCE	12,511.00	12,511.00	56.25	6,314.01	6,196.99
2-565-5601	WORKMANS COMPENSATION	19,620.00	19,620.00	1,695.22	6,780.88	12,839.12
2-565-5602	INSURANCE-BLDGS & CONTENTS	6,600.00	6,600.00	551.98	2,759.90	3,840.10
2-565-5603	INSURANCE-VEHICLES	12,400.00	12,400.00	0.00	5,601.49	6,798.51
2-565-5800	DEPRECIATION	219,000.00	219,000.00	22,522.00	107,588.00	111,412.00
2-565-5804	AMORT OF SOFTWARE PERPETUAL LICENSE	20,076.00	20,076.00	1,673.00	13,384.00	6,692.00
Department: 565 - FIELD Total:		2,527,470.00	2,527,470.00	223,747.99	1,041,236.47	1,486,233.53
Department: 570 - OFFICE						
2-570-5100	SALARIES OFFICE	755,000.00	755,000.00	65,629.54	319,577.69	435,422.31
2-570-5104	PERS-OFFICE	115,666.00	115,666.00	9,134.30	48,210.00	67,456.00
2-570-5105	HEALTH INSURANCE	98,000.00	98,000.00	14,961.81	37,860.44	60,139.56
2-570-5106	LIFE INSURANCE	2,700.00	2,700.00	208.92	1,034.84	1,665.16
2-570-5107	DISABILITY INSURANCE	1,500.00	1,500.00	114.30	564.85	935.15
2-570-5110	UNIFORMS	400.00	400.00	0.00	0.00	400.00
2-570-5111	FICA	57,758.00	57,758.00	4,433.18	23,394.03	34,363.97
2-570-5251	TRAVEL EXPENSE	500.00	500.00	0.00	0.00	500.00
2-570-5252	TRAINING EXPENSE	3,700.00	3,700.00	0.00	0.00	3,700.00
2-570-5305	MISCELLANEOUS	3,000.00	3,000.00	239.77	754.63	2,245.37
2-570-5306	OFFICE SUPPLIES	16,000.00	16,000.00	477.60	3,511.17	12,488.83
2-570-5307	OUTSIDE SERVICES	57,270.00	57,270.00	3,270.08	7,309.14	49,960.86
2-570-5308	ASSOC. DUES & EXPENSES	2,000.00	2,000.00	0.00	240.44	1,759.56
2-570-5309	POSTAGE/MAILING	146,900.00	146,900.00	13,083.60	64,804.01	82,095.99
2-570-5310	OFFICE MACHINE REPAIR	1,000.00	1,000.00	0.00	577.90	422.10
2-570-5311	PUBLIC RELATIONS	4,200.00	4,200.00	677.38	630.84	3,569.16
2-570-5312	ARKANSAS ONE CALL	9,000.00	9,000.00	663.70	4,458.98	4,541.02
2-570-5320	COMPUTER EXPENSE	8,500.00	8,500.00	717.18	2,998.36	5,501.64
2-570-5601	WORKMANS COMPENSATION	440.00	440.00	37.73	150.92	289.08
Department: 570 - OFFICE Total:		1,283,534.00	1,283,534.00	113,649.09	516,078.24	767,455.76
Department: 591 - PCF ADMIN						
2-591-5100	SALARIES PCF	1,207,000.00	1,207,000.00	101,924.99	493,473.67	713,526.33
2-591-5102	CAPITALIZED COSTS	-10,000.00	-10,000.00	0.00	0.00	-10,000.00
2-591-5104	PERS-RPCF	184,912.00	184,912.00	13,926.81	74,559.87	110,352.13
2-591-5105	HEALTH INSURANCE	166,600.00	166,600.00	28,261.20	70,621.43	95,978.57
2-591-5106	LIFE & DISABILITY INSURANCE	7,900.00	7,900.00	610.53	3,021.64	4,878.36
2-591-5110	UNIFORMS	8,000.00	8,000.00	846.39	4,390.84	3,609.16
2-591-5111	FICA	92,336.00	92,336.00	6,559.62	35,128.33	57,207.67
2-591-5251	TRAVEL AND TRAINING	15,000.00	15,000.00	0.00	0.00	15,000.00
2-591-5304	PERSONNEL SAFETY EQUIP.	10,000.00	10,000.00	732.81	1,647.72	8,352.28
2-591-5305	MISCELLANEOUS	500.00	500.00	0.00	497.98	2.02
2-591-5306	OFFICE SUPPLIES & POSTAGE	5,000.00	5,000.00	120.13	819.49	4,180.51
2-591-5307	OUTSIDE SERVICES	12,000.00	12,000.00	0.00	450.20	11,549.80
2-591-5308	PUBLICATIONS AND DUES	15,000.00	15,000.00	0.00	748.00	14,252.00
2-591-5310	OFFICE MACHINE MAINT.	500.00	500.00	0.00	0.00	500.00
2-591-5311	PUBLIC RELATIONS	1,000.00	1,000.00	0.00	430.00	570.00
2-591-5350	TELEPHONE EXPENSE	16,000.00	16,000.00	626.67	8,883.73	7,116.27
2-591-5583	COMPUTER EXPENSE	19,000.00	19,000.00	154.46	5,997.30	13,002.70
2-591-5601	WORKMANS COMPENSATION	11,410.00	11,410.00	986.60	3,946.40	7,463.60
2-591-5602	INSURANCE-BLDGS & CONTENTS	58,100.00	58,100.00	4,841.31	24,206.55	33,893.45
2-591-5603	INSURANCE-VEHICLES	2,100.00	2,100.00	0.00	667.76	1,432.24
2-591-5800	DEPRECIATION-WWTP	2,627,000.00	2,627,000.00	232,146.00	1,134,417.33	1,492,582.67
2-591-9112	2016 BOND INTEREST	195,667.00	195,667.00	14,900.00	91,366.68	104,300.32
2-591-9113	AMORTIZATION 2016 BONDS	-110,595.00	-110,595.00	-9,216.24	-46,081.20	-64,513.80
2-591-9114	2016 BOND REFUNDING COSTS	-38,614.00	-38,614.00	-3,217.86	-16,089.30	-22,524.70
2-591-9115	BOND INSURANCE	1,578.00	1,578.00	263.04	1,183.68	394.32
2-591-9116	2024 BOND INTEREST	17,270.00	17,270.00	3,824.22	12,054.08	5,215.92
Department: 591 - PCF ADMIN Total:		4,514,664.00	4,514,664.00	398,290.68	1,906,342.18	2,608,321.82
Department: 592 - PCF ENVIRONMENTAL						
2-592-5251	TRAVEL & TRAINING	4,250.00	4,250.00	0.00	893.15	3,356.85

Income Statement

For Fiscal: 2024-2025 Period Ending: 11/30/2024

		Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
2-592-5306	LABORATORY SUPPLIES	8,000.00	8,000.00	0.00	1,219.11	6,780.89
2-592-5307	OUTSIDE SERVICES	12,000.00	12,000.00	339.78	4,489.92	7,510.08
2-592-5314	PLANT RESEARCH	25,000.00	25,000.00	0.00	1,287.21	23,712.79
2-592-5557	EQUIPMENT MAINT.	1,200.00	1,200.00	328.50	328.50	871.50
2-592-5558	MINOR EQUIPMENT	3,000.00	3,000.00	0.00	43.78	2,956.22
2-592-5970	CHEMICALS	15,000.00	15,000.00	0.00	3,757.35	11,242.65
Department: 592 - PCF ENVIRONMENTAL Total:		68,450.00	68,450.00	668.28	12,019.02	56,430.98
Department: 593 - PCF OPS						
2-593-5251	TRAVEL & TRAINING	2,000.00	2,000.00	0.00	295.00	1,705.00
2-593-5305	MISCELLANEOUS	0.00	0.00	0.00	97.41	-97.41
2-593-5306	LABORATORY SUPPLIES	1,200.00	1,200.00	0.00	929.41	270.59
2-593-5307	OUTSIDE SERVICES	19,000.00	19,000.00	1,966.27	19,946.28	-946.28
2-593-5350	UTILITIES	650,000.00	650,000.00	76,864.10	239,662.62	410,337.38
2-593-5557	EQUIPMENT MAINT.	5,000.00	5,000.00	0.00	0.00	5,000.00
2-593-5558	MINOR EQUIPMENT	12,000.00	12,000.00	0.00	204.89	11,795.11
2-593-5970	CHEMICALS	145,000.00	145,000.00	9,871.12	46,333.88	98,666.12
Department: 593 - PCF OPS Total:		834,200.00	834,200.00	88,701.49	307,469.49	526,730.51
Department: 594 - PCF MAINTENANCE						
2-594-5251	TRAVEL & TRAINING	3,250.00	3,250.00	0.00	125.00	3,125.00
2-594-5305	MISCELLANEOUS	1,000.00	1,000.00	0.00	0.00	1,000.00
2-594-5306	CLEANING SUPPLIES	1,500.00	1,500.00	0.00	0.00	1,500.00
2-594-5307	OUTSIDE SERVICES	60,000.00	60,000.00	8,490.82	51,888.92	8,111.08
2-594-5551	VEHICLE EXPENSE	5,000.00	5,000.00	0.00	30.65	4,969.35
2-594-5557	EQUIPMENT MAINT.	400,000.00	400,000.00	73,004.56	169,436.56	230,563.44
2-594-5559	SUPPORT EQUIPMENT	0.00	0.00	0.00	1,229.79	-1,229.79
2-594-5560	EQUIPMENT RENTAL	4,000.00	4,000.00	0.00	2,600.93	1,399.07
2-594-5561	BLDGS. & GROUNDS MAINT.	25,000.00	25,000.00	602.03	7,461.96	17,538.04
2-594-5562	MAINTENANCE SUPPLIES	8,000.00	8,000.00	209.82	4,732.88	3,267.12
Department: 594 - PCF MAINTENANCE Total:		507,750.00	507,750.00	82,307.23	237,506.69	270,243.31
Department: 595 - PCF SMS DISPOSAL EXPENSE						
2-595-5251	TRAVEL & TRAINING	1,000.00	1,000.00	0.00	0.00	1,000.00
2-595-5306	SUPPLIES	1,500.00	1,500.00	0.00	0.00	1,500.00
2-595-5307	OUTSIDE SERVICES	13,500.00	13,500.00	0.00	865.00	12,635.00
2-595-5980	SLUDGE DISPOSAL COSTS	635,000.00	635,000.00	19,325.71	148,965.48	486,034.52
2-595-5981	SLUDGE DISPOSAL REVENUE	-34,200.00	-34,200.00	-2,532.95	-14,861.35	-19,338.65
Department: 595 - PCF SMS DISPOSAL EXPENSE Total:		616,800.00	616,800.00	16,792.76	134,969.13	481,830.87
Expense Total:		15,313,104.00	15,313,104.00	1,326,118.59	6,092,626.26	9,220,477.74
Fund: 2 - SEWER Surplus (Deficit):		7,980,056.00	7,980,056.00	976,249.30	3,619,407.83	
Total Surplus (Deficit):		12,875,538.00	12,780,738.00	1,637,350.57	7,107,571.55	

Income Statement

For Fiscal: 2024-2025 Period Ending: 11/30/2024

Group Summary

Department	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
Fund: 1 - WATER					
Revenue					
	20,474,760.00	20,474,760.00	1,921,943.82	10,455,693.37	10,019,066.63
Revenue Total:	20,474,760.00	20,474,760.00	1,921,943.82	10,455,693.37	10,019,066.63
Expense					
555 - GENERAL EXPENSES	10,919,380.00	10,919,380.00	853,001.56	5,024,058.37	5,895,321.63
560 - ENGINEERING	477,854.00	477,854.00	68,433.81	300,057.76	177,796.24
565 - FIELD	2,719,219.00	2,814,019.00	224,819.41	1,124,431.20	1,689,587.80
570 - OFFICE	1,462,825.00	1,462,825.00	114,587.77	518,982.32	943,842.68
Expense Total:	15,579,278.00	15,674,078.00	1,260,842.55	6,967,529.65	8,706,548.35
Fund: 1 - WATER Surplus (Deficit):	4,895,482.00	4,800,682.00	661,101.27	3,488,163.72	1,312,518.28
Fund: 2 - SEWER					
Revenue					
	23,293,160.00	23,293,160.00	2,302,367.89	9,712,034.09	13,581,125.91
Revenue Total:	23,293,160.00	23,293,160.00	2,302,367.89	9,712,034.09	13,581,125.91
Expense					
555 - GENERAL EXPENSES	4,350,585.00	4,350,585.00	345,108.68	1,676,629.89	2,673,955.11
560 - ENGINEERING	609,651.00	609,651.00	56,852.39	260,375.15	349,275.85
565 - FIELD	2,527,470.00	2,527,470.00	223,747.99	1,041,236.47	1,486,233.53
570 - OFFICE	1,283,534.00	1,283,534.00	113,649.09	516,078.24	767,455.76
591 - PCF ADMIN	4,514,664.00	4,514,664.00	398,290.68	1,906,342.18	2,608,321.82
592 - PCF ENVIRONMENTAL	68,450.00	68,450.00	668.28	12,019.02	56,430.98
593 - PCF OPS	834,200.00	834,200.00	88,701.49	307,469.49	526,730.51
594 - PCF MAINTENANCE	507,750.00	507,750.00	82,307.23	237,506.69	270,243.31
595 - PCF SMS DISPOSAL EXPENSE	616,800.00	616,800.00	16,792.76	134,969.13	481,830.87
Expense Total:	15,313,104.00	15,313,104.00	1,326,118.59	6,092,626.26	9,220,477.74
Fund: 2 - SEWER Surplus (Deficit):	7,980,056.00	7,980,056.00	976,249.30	3,619,407.83	4,360,648.17
Total Surplus (Deficit):	12,875,538.00	12,780,738.00	1,637,350.57	7,107,571.55	

Fund Summary

Fund	Original Total Budget	Current Total Budget	MTD Activity	YTD Activity	Budget Remaining
1 - WATER	4,895,482.00	4,800,682.00	661,101.27	3,488,163.72	1,312,518.28
2 - SEWER	7,980,056.00	7,980,056.00	976,249.30	3,619,407.83	4,360,648.17
Total Surplus (Deficit):	12,875,538.00	12,780,738.00	1,637,350.57	7,107,571.55	



Balance Sheet

Account Summary

As Of 11/30/2024

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	1,625.00	1,725.00	-100.00
1-0100.09	CHECKING-AP PAYROLL	137,139.22	169,546.35	-32,407.13
1-0100.11	CHECKING-FNBANK OF ROGERS	1,069,357.71	1,397,256.45	-327,898.74
1-0111.05	SAVINGS-UTILITY MONEY FUND	6,995,492.85	2,585,923.21	4,409,569.64
1-0111.08	SAVINGS-DEPR MONEY FUND	542,647.87	501,319.36	41,328.51
1-0111.09	SAVINGS-O & M MONEY FUND	2,966,682.09	335,411.48	2,631,270.61
1-0120.00	ACCESS/IMPACT FEES-SIMMONS	1,359,559.95	943,737.45	415,822.50
Total GLCategory 010 - CASH-DEMAND DEPOSITS:		13,072,504.69	5,934,919.30	7,137,585.39
GLCategory: 020 - INVESTMENTS				
1-0215.00	INVESTMENT-O&M	2,500,000.00	1,043,065.47	1,456,934.53
1-0215.01	INVESTMENT-O&M	0.00	772,234.47	-772,234.47
1-0215.02	INVESTMENT-O&M	2,345,662.84	1,093,152.69	1,252,510.15
1-0215.03	INVESTMENT-METER DEPOSITS	1,350,867.54	550,719.50	800,148.04
1-0215.05	INVESTMENT-METER DEPOSITS	0.00	543,709.08	-543,709.08
1-0215.07	INVESTMENT-O&M	2,500,000.00	552,592.86	1,947,407.14
1-0215.08	INVESTMENT-DEPRECIATION	0.00	552,804.90	-552,804.90
1-0215.10	INVESTMENT-O&M	1,119,567.41	2,155,026.41	-1,035,459.00
1-0215.11	INVESTMENT-DEPRECIATION	0.00	551,901.79	-551,901.79
1-0215.15	INVESTMENT-O&M	2,255,631.13	556,466.56	1,699,164.57
1-0215.16	INVESTMENT-DEPRECIATION	920,765.71	1,772,833.35	-852,067.64
1-0215.17	INVESTMENT-O&M	1,128,600.69	1,109,588.55	19,012.14
1-0215.19	INVESTMENT-O&M	0.00	1,131,886.06	-1,131,886.06
1-0215.21	INVESTMENT-O&M	0.00	1,077,002.19	-1,077,002.19
1-0215.22	INVESTMENT-O&M	0.00	1,080,000.00	-1,080,000.00
1-0215.23	INVESTMENT-DEPRECIATION	0.00	531,000.00	-531,000.00
1-0215.24	INVESTMENT-O&M	0.00	1,130,320.63	-1,130,320.63
1-0215.25	INVESTMENT-O&M	0.00	540,453.69	-540,453.69
1-0215.26	INVESTMENT-O&M	0.00	705,000.00	-705,000.00
1-0215.27	INVESTMENT-O&M	523,915.93	513,821.41	10,094.52
Total GLCategory 020 - INVESTMENTS:		14,645,011.25	17,963,579.61	-3,318,568.36
GLCategory: 030 - ACCOUNTS RECEIVABLE				
1-0300.00	ACCTS REC-CUSTOMERS	2,509,566.61	2,031,665.14	477,901.47
1-0300.01	UNAPPLIED CREDITS	-159,495.31	-179,058.08	19,562.77
1-0300.02	UNAPPLIED CREDITS ARO	-325.00	0.00	-325.00
1-0300.05	ACCTS REC-OTHER	72,852.76	23,863.66	48,989.10
1-0300.06	ACCOUNTS RECEIVABLE-NONBILLED	3,110.58	4,564.28	-1,453.70
1-0300.15	ACCTS REC-UNBILLED REVENUE	818,000.00	795,000.00	23,000.00
1-0300.20	ALLOWANCE FOR BAD DEBTS	-285,377.89	-158,820.31	-126,557.58
Total GLCategory 030 - ACCOUNTS RECEIVABLE:		2,958,331.75	2,517,214.69	441,117.06
GLCategory: 035 - DUE FROM OTHER FUNDS				
1-0350.02	DUE FROM SEWER	3,554,079.11	29,787,702.71	-26,233,623.60
Total GLCategory 035 - DUE FROM OTHER FUNDS:		3,554,079.11	29,787,702.71	-26,233,623.60
GLCategory: 040 - OTHER CURRENT ASSETS				
1-0400.00	ACCRUED INTEREST	133,000.00	-51,245.88	184,245.88
1-0400.01	PREPAID PROFESSIONAL FEES	14,583.34	7,321.95	7,261.39
1-0400.05	PREPAID-WORKMANS COMP	4,452.05	2,466.68	1,985.37
1-0400.10	PREPAID-INSURANCE	35,061.82	12,185.49	22,876.33

Balance Sheet

As Of 11/30/2024

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
1-0400.15	PREPAID-MAINT CONTRACT	92,141.06	16,732.39	75,408.67
Total GLCategory 040 - OTHER CURRENT ASSETS:		279,238.27	-12,539.37	291,777.64
GLCategory: 050 - RESTRICTED FUNDS				
1-0500.00	CHECKING-METER DEPOSITS	109,756.84	451,083.03	-341,326.19
1-0512.14	REGIONS BANK - DEBT - 2012	126,449.60	101,550.44	24,899.16
1-0516.14	REGIONS BANK - DEBT - 2016	88,866.29	70,768.53	18,097.76
Total GLCategory 050 - RESTRICTED FUNDS:		325,072.73	623,402.00	-298,329.27
GLCategory: 060 - INVENTORY				
1-0600.00	INVENTORY	917,984.60	926,846.25	-8,861.65
Total GLCategory 060 - INVENTORY:		917,984.60	926,846.25	-8,861.65
GLCategory: 080 - PROPERTY PLANT & EQUIPMENT				
1-0800.00	OFFICE EQUIPMENT	664,594.69	661,784.66	2,810.03
1-0800.01	VEHICLES	1,044,603.89	667,022.54	377,581.35
1-0800.02	SHOP EQUIPMENT & TOOLS	48,257.16	46,900.46	1,356.70
1-0800.03	FIELD EQUIPMENT	1,007,791.62	935,485.61	72,306.01
1-0800.04	COMMUNICATION EQUIPMENT	33,931.97	33,931.97	0.00
1-0800.05	PUMPING EQUIPMENT	106,334.58	97,401.91	8,932.67
1-0800.08	WATER METERS	5,851,722.86	4,338,581.76	1,513,141.10
1-0800.09	WATER SERVICES	1,378,630.38	1,378,630.38	0.00
1-0800.10	WATER TOWERS	13,510,750.00	13,506,750.00	4,000.00
1-0800.11	MAIN LINE	60,398,926.77	59,572,924.90	826,001.87
1-0800.13	STRUCTURES & PARKING LOT	1,764,481.50	1,764,481.50	0.00
1-0800.14	LAND	273,619.89	273,619.89	0.00
1-0800.15	EASEMENTS	462,045.70	462,045.70	0.00
1-0800.20	CONTRIBUTED MAIN LINE	66,935,720.59	60,842,548.63	6,093,171.96
1-0800.25	CONSTRUCTION IN PROGRESS	7,131,704.06	4,323,691.15	2,808,012.91
1-0800.50	ACCM DEPR-OFFICE EQUIPMENT	-492,164.49	-412,088.97	-80,075.52
1-0800.51	ACCM DEPR-VEHICLES	-525,041.35	-541,437.80	16,396.45
1-0800.52	ACCM DEPR-SHOP EQUIP/TOOLS	-47,282.73	-48,760.16	1,477.43
1-0800.53	ACCM DEPR-FIELD EQUIPMENT	-696,428.27	-652,909.98	-43,518.29
1-0800.54	ACCM DEPR-COMMUNICATION EQUIPME	-31,935.66	-21,471.68	-10,463.98
1-0800.55	ACCM DEPR-PUMPING EQUIP	-71,302.95	-47,259.99	-24,042.96
1-0800.58	ACCM DEPR-WATER METERS	-1,448,826.71	-1,237,620.68	-211,206.03
1-0800.59	ACCM DEPR-WATER SERVICE	-1,359,574.45	-1,360,708.96	1,134.51
1-0800.60	ACCM DEPR-WATER TOWERS	-5,896,104.86	-5,354,988.05	-541,116.81
1-0800.61	ACCM DEPR-MAINLINE	-22,619,667.86	-21,559,444.60	-1,060,223.26
1-0800.63	ACCM DEPR-STRUCTURE/PARK	-1,389,304.22	-1,350,730.85	-38,573.37
1-0800.80	ACCM DEPR-CONTRIBUTED MAIN LINE	-14,958,466.45	-13,576,460.83	-1,382,005.62
Total GLCategory 080 - PROPERTY PLANT & EQUIPMENT:		111,077,015.66	102,741,918.51	8,335,097.15
GLCategory: 081 - INTANGIBLE ASSETS				
1-0810.00	SOFTWARE HOSTING ARRANGEMENTS	0.00	414,500.00	-414,500.00
1-0810.02	ROU SUBSCRIPTION ASSET	1,134,932.00	0.00	1,134,932.00
1-0810.50	ACCM AMORT-SOFTWARE HOSTING ARRA	0.00	-183,685.00	183,685.00
1-0810.52	ACCM AMORT-ROU SUBSCRIPTION ASSET	-619,515.00	0.00	-619,515.00
Total GLCategory 081 - INTANGIBLE ASSETS:		515,417.00	230,815.00	284,602.00
GLCategory: 090 - DEFERRED OUTFLOWS/PENSION ASSETS				
1-0900.14	DEFERRED OUTFLOWS/PENSIONS	1,026,394.04	905,882.10	120,511.94
Total GLCategory 090 - DEFERRED OUTFLOWS/PENSION ASSETS:		1,026,394.04	905,882.10	120,511.94
Total ** ASSETS & DEFERRED OUTFLOWS**:		148,371,049.10	161,619,740.80	-13,248,691.70
Total Assets:		148,371,049.10	161,619,740.80	-13,248,691.70
Liability				
** LIABILITIES & DEFERRED INFLOWS **				
GLCategory: 100 - ACCOUNTS PAYABLE				
1-1100.00	ACCOUNTS PAYABLE-TRADE	968,012.97	42,694.43	-925,318.54
1-1100.01	ACCOUNTS PAYABLE-WASTE MGMT	0.00	-828,110.14	-828,110.14
1-1100.02	ACCOUNTS PAYABLE-ORION WASTE SOLU	448,791.12	1,837,942.68	1,389,151.56

Balance Sheet

As Of 11/30/2024

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
1-1100.06	CONTRACTOR CASH BONDS PAYABLE	5,000.00	10,000.00	5,000.00
1-1100.10	ACCOUNTS PAYABLE-H2O PROGRAM	0.00	255.00	255.00
1-1100.30	STATE INC TAX WITHHELD	5,826.11	5,778.99	-47.12
1-1100.51	SALES/USE TAX PAYABLE	153,250.20	91,705.13	-61,545.07
1-1109.01	MISC PAYROLL DEDUCTIONS	-406.81	-278.71	128.10
1-1109.02	DENTAL & SUPPLEMENTAL INS WITHHELD	2,775.42	-1,452.80	-4,228.22
Total GLCategory 100 - ACCOUNTS PAYABLE:		1,583,249.01	1,158,534.58	-424,714.43
GLCategory: 120 - ACCRUED LIABILITIES				
1-1200.60	WAGES PAYABLE	103,087.63	160,666.33	57,578.70
1-1200.65	ACCRUED VAC/SICK LEAVE	409,618.89	702,779.95	293,161.06
1-1200.80	SOFTWARE HOSTING ARRANGEMENT-CIT	9,582.09	38,623.51	29,041.42
1-1200.81	SOFTWARE HOSTING ARRANGEMENT-TYL	29,518.55	30,066.05	547.50
1-1200.82	ROU SUBSCRIPTION LIABILITY	261,902.50	0.00	-261,902.50
1-1258.12	2012 BOND PREMIUM	11,758.19	14,149.91	2,391.72
1-1258.16	2016 BOND PREMIUM	318,756.32	344,164.45	25,408.13
1-1278.12	2012/2004 DEF. REFUNDING COSTS	-238,105.91	-286,534.55	-48,428.64
1-1278.16	2016/2006 DEF. REFUNDING COSTS	-83,524.93	-90,182.79	-6,657.86
1-1279.16	2016 PREPAID BOND INSURANCE	-9,576.14	-10,339.54	-763.40
1-1280.12	LONG-TERM BONDS - 2012	4,445,000.00	5,250,000.00	805,000.00
1-1280.16	LONG-TERM BONDS - 2016	10,765,000.00	11,175,000.00	410,000.00
Total GLCategory 120 - ACCRUED LIABILITIES:		16,023,017.19	17,328,393.32	1,305,376.13
GLCategory: 130 - OTHER LIABILITIES				
1-1300.00	METER DEPOSITS	1,423,856.00	1,372,229.50	-51,626.50
1-1300.01	ACCESS/IMPACT FEES	118,311.82	274,275.00	155,963.18
1-1300.02	ARO DEPOSITS-UB	92,510.00	63,909.15	-28,600.85
Total GLCategory 130 - OTHER LIABILITIES:		1,634,677.82	1,710,413.65	75,735.83
GLCategory: 135 - DUE TO OTHER FUNDS				
1-1350.02	DUE TO SEWER	3,774,584.18	28,613,688.87	24,839,104.69
Total GLCategory 135 - DUE TO OTHER FUNDS:		3,774,584.18	28,613,688.87	24,839,104.69
GLCategory: 140 - DEFERRED INFLOWS/PENSION LIABILITIES				
1-1400.00	NET PENSION LIABILITY	2,364,515.74	2,047,819.09	-316,696.65
1-1400.14	DEFERRED INFLOWS/PENSIONS	12,989.82	26,648.68	13,658.86
Total GLCategory 140 - DEFERRED INFLOWS/PENSION LIABILITIES:		2,377,505.56	2,074,467.77	-303,037.79
Total ** LIABILITIES & DEFERRED INFLOWS **:		25,393,033.76	50,885,498.19	25,492,464.43
Total Liability:		25,393,033.76	50,885,498.19	25,492,464.43
Equity				
** EQUITY **				
GLCategory: 200 - FUND BALANCE				
1-1900.00	CONTRIBUTED SURPLUS	73,883,451.93	67,732,445.17	6,151,006.76
1-1900.05	EARNED SURPLUS	31,286,776.40	31,286,776.40	0.00
1-2000.00	FUND BALANCE	14,319,623.29	8,540,609.73	5,779,013.56
Total GLCategory 200 - FUND BALANCE:		119,489,851.62	107,559,831.30	11,930,020.32
Total ** EQUITY **:		119,489,851.62	107,559,831.30	11,930,020.32
Total Beginning Equity:		119,489,851.62	107,559,831.30	11,930,020.32
Total Revenue		10,455,693.37	9,201,658.83	1,254,034.54
Total Expense		6,967,529.65	6,027,247.52	-940,282.13
Revenues Over/(Under) Expenses		3,488,163.72	3,174,411.31	313,752.41
Total Equity and Current Surplus (Deficit):		122,978,015.34	110,734,242.61	12,243,772.73
Total Liabilities, Equity and Current Surplus (Deficit):		148,371,049.10	161,619,740.80	-13,248,691.70

Balance Sheet

As Of 11/30/2024

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	615,694.70	520,716.70	94,978.00
2-0111.09	SAVINGS-O & M MONEY FUND	7,738,070.04	399,756.18	7,338,313.86
2-0120.00	ACCESS/IMPACT FEES-SIMMONS	2,242,834.69	1,785,711.96	457,122.73
Total GLCategory 010 - CASH-DEMAND DEPOSITS:		10,596,749.43	2,706,334.84	7,890,414.59
GLCategory: 020 - INVESTMENTS				
2-0215.00	INVESTMENT-O&M	0.00	1,049,907.56	-1,049,907.56
2-0215.01	INVESTMENT-O&M	0.00	666,408.52	-666,408.52
2-0215.02	INVESTMENT-O&M	2,500,000.00	1,551,820.56	948,179.44
2-0215.03	INVESTMENT-O&M	0.00	1,109,588.53	-1,109,588.53
2-0215.04	INVESTMENT-O&M	2,039,706.83	547,645.55	1,492,061.28
2-0215.05	INVESTMENT-O&M	0.00	1,060,699.41	-1,060,699.41
2-0215.06	INVESTMENT-O&M	2,500,000.00	1,108,347.72	1,391,652.28
2-0215.08	INVESTMENT-O&M	0.00	552,592.84	-552,592.84
2-0215.09	INVESTMENT-O&M	0.00	540,000.00	-540,000.00
2-0215.10	INVESTMENT-O&M	2,039,706.84	1,093,247.63	946,459.21
2-0215.11	INVESTMENT-O&M	0.00	1,094,476.82	-1,094,476.82
2-0215.12	INVESTMENT-O&M	0.00	2,620,880.92	-2,620,880.92
2-0215.16	INVESTMENT-O&M	0.00	1,060,000.00	-1,060,000.00
2-0215.17	INVESTMENT-O&M	0.00	568,845.59	-568,845.59
2-0215.18	INVESTMENT-O&M	0.00	1,050,000.00	-1,050,000.00
2-0215.19	INVESTMENT-O&M	0.00	1,023,841.14	-1,023,841.14
2-0215.23	INVESTMENT-O&M	0.00	805,000.00	-805,000.00
2-0215.30	INVESTMENT-O&M	2,039,706.81	1,284,843.62	754,863.19
2-0215.31	INVESTMENT-O&M	0.00	771,756.62	-771,756.62
2-0215.32	INVESTMENT-O&M	0.00	1,029,548.97	-1,029,548.97
2-0215.33	INVESTMENT-O&M	791,010.34	770,732.13	20,278.21
2-0215.34	INVESTMENT-O&M	2,050,573.76	1,128,314.20	922,259.56
Total GLCategory 020 - INVESTMENTS:		13,960,704.58	22,488,498.33	-8,527,793.75
GLCategory: 030 - ACCOUNTS RECEIVABLE				
2-0300.00	ACCTS REC-CUSTOMERS	1,646,922.67	1,516,544.47	130,378.20
2-0300.05	ACCTS REC-OTHER	44,766.63	58,457.44	-13,690.81
2-0300.06	ACCOUNTS RECEIVABLE-NONBILLED	6,891.70	6,891.70	0.00
2-0300.15	ACCTS REC-UNBILLED REVENUE	816,000.00	760,000.00	56,000.00
2-0300.20	ALLOWANCE FOR BAD DEBTS	-334,857.89	-181,383.50	-153,474.39
Total GLCategory 030 - ACCOUNTS RECEIVABLE:		2,179,723.11	2,160,510.11	19,213.00
GLCategory: 035 - DUE FROM OTHER FUNDS				
2-0350.01	DUE FROM WATER	3,774,584.18	28,613,688.87	-24,839,104.69
Total GLCategory 035 - DUE FROM OTHER FUNDS:		3,774,584.18	28,613,688.87	-24,839,104.69
GLCategory: 040 - OTHER CURRENT ASSETS				
2-0400.00	ACCRUED INTEREST	141,000.00	-159,489.64	300,489.64
2-0400.01	PREPAID PROFESSIONAL FEES	14,583.34	7,321.95	7,261.39
2-0400.05	PREPAID-WORKMANS COMP	5,918.61	3,447.66	2,470.95
2-0400.10	PREPAID-INSURANCE	19,528.46	26,152.57	-6,624.11
2-0400.15	PREPAID-MAINT CONTRACT	91,707.68	18,506.25	73,201.43
Total GLCategory 040 - OTHER CURRENT ASSETS:		272,738.09	-104,061.21	376,799.30
GLCategory: 060 - INVENTORY				
2-0600.00	INVENTORY	135,778.11	154,755.09	-18,976.98
Total GLCategory 060 - INVENTORY:		135,778.11	154,755.09	-18,976.98
GLCategory: 070 - RESTRICTED FUNDS				
2-0716.14	REGIONS BANK - DEBT - 2016	187,303.80	147,484.95	39,818.85
2-0716.24	CHECKING-CONSTRUCTION FUND	691.46	0.00	691.46
Total GLCategory 070 - RESTRICTED FUNDS:		187,995.26	147,484.95	40,510.31

Balance Sheet

As Of 11/30/2024

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
GLCategory: 080 - PROPERTY PLANT & EQUIPMENT				
2-0800.00	OFFICE EQUIPMENT	650,706.77	650,003.05	703.72
2-0800.01	VEHICLES	2,053,163.71	1,720,732.16	332,431.55
2-0800.02	SHOP EQUIPMENT & TOOLS	54,710.97	53,354.26	1,356.71
2-0800.03	FIELD EQUIPMENT	1,697,749.14	1,780,811.63	-83,062.49
2-0800.04	COMMUNICATION EQUIPMENT	73,778.03	61,038.37	12,739.66
2-0800.08	WATER METERS	4,837,394.37	4,294,289.35	543,105.02
2-0800.12	EASEMENTS	1,141,899.28	1,141,899.28	0.00
2-0800.13	STRUCTURES & PARKING LOT	2,132,761.75	2,132,761.75	0.00
2-0800.14	LAND	663,254.36	663,254.36	0.00
2-0800.16	SEWER SYSTEM	50,306,923.95	46,777,509.66	3,529,414.29
2-0800.17	BUILDING 2ND AND PECAN	11,186.38	11,186.38	0.00
2-0800.18	POLLUTION CONTROL FAC.	71,755,333.34	71,381,589.41	373,743.93
2-0800.19	SEWER REHAB.	10,200,852.76	6,370,242.45	3,830,610.31
2-0800.20	CONTRIBUTED SEWER SYSTEM	56,575,198.28	52,667,001.12	3,908,197.16
2-0800.25	CONSTRUCTION IN PROGRESS	19,576,783.89	14,248,579.24	5,328,204.65
2-0800.50	ACCM DEPR-OFFICE EQUIPMENT	-485,957.66	-598,972.97	113,015.31
2-0800.51	ACCM DEPR-VEHICLES	-1,450,141.43	-1,178,699.77	-271,441.66
2-0800.52	ACCM DEPR-SHOP EQUIP/TOOLS	-53,410.33	-52,387.20	-1,023.13
2-0800.53	ACCM DEPR-FIELD EQUIPMENT	-1,213,816.25	-1,102,456.77	-111,359.48
2-0800.54	ACCM DEPR-COMMUNICATION EQUIPME	-63,708.43	-64,792.38	1,083.95
2-0800.58	ACCM DEPR-WATER METERS	-1,412,663.29	-1,234,623.04	-178,040.25
2-0800.63	ACCM DEPR-STRUCTURE/PARK	-1,532,555.44	-1,452,833.46	-79,721.98
2-0800.66	ACCM DEPR-SEWER SYSTEM	-21,419,774.19	-19,961,484.53	-1,458,289.66
2-0800.69	ACCM DEPR-BLDG 2ND PECAN	-11,185.20	-11,185.20	0.00
2-0800.70	ACCM DEPR-POLL. CONTROL	-35,527,816.60	-32,166,151.28	-3,361,665.32
2-0800.71	ACCM DEPR-SEWER REHAB	-1,587,875.04	-1,378,426.07	-209,448.97
2-0800.80	ACCM DEPR-CONTRIBUTED SEWER SYSTEI	-13,636,313.06	-12,690,800.50	-945,512.56
Total GLCategory 080 - PROPERTY PLANT & EQUIPMENT:		143,336,480.06	132,061,439.30	11,275,040.76
GLCategory: 081 - INTANGIBLE ASSETS				
2-0810.00	SOFTWARE HOSTING ARRANGEMENTS	0.00	414,500.00	-414,500.00
2-0810.01	SOFTWARE PERPETUAL LICENSE	60,230.00	0.00	60,230.00
2-0810.02	ROU SUBSCRIPTION ASSET	1,134,932.00	0.00	1,134,932.00
2-0810.50	ACCM AMORT-SOFTWARE HOSTING ARRA	0.00	-183,685.00	183,685.00
2-0810.51	ACCM AMORT-SOFTWARE PERPETUAL LIC	-28,443.00	0.00	-28,443.00
2-0810.52	ACCM AMORT-ROU SUBSCRIPTION ASSET	-551,960.00	0.00	-551,960.00
Total GLCategory 081 - INTANGIBLE ASSETS:		614,759.00	230,815.00	383,944.00
GLCategory: 090 - DEFERRED OUTFLOWS/PENSION ASSETS				
2-0900.14	DEFERRED OUTFLOWS/PENSION	1,565,814.54	1,403,870.94	161,943.60
Total GLCategory 090 - DEFERRED OUTFLOWS/PENSION ASSETS:		1,565,814.54	1,403,870.94	161,943.60
Total ** ASSETS & DEFERRED OUTFLOWS**:		176,625,326.36	189,863,336.22	-13,238,009.86
Total Assets:		176,625,326.36	189,863,336.22	-13,238,009.86
Liability				
** LIABILITIES & DEFERRED INFLOWS **				
GLCategory: 100 - ACCOUNTS PAYABLE				
2-1100.00	ACCOUNTS PAYABLE-TRADE	961,586.51	315,067.14	-646,519.37
2-1100.10	ACCOUNTS PAYABLE-H2O PROGRAM	0.00	90.00	90.00
2-1100.20	FEDERAL INC TAX WITHHELD	-584.97	-584.97	0.00
2-1100.21	FICA W/HELD	-1,401.44	-1,401.44	0.00
2-1100.30	STATE INC TAX WITHHELD	8,280.42	6,911.04	-1,369.38
2-1109.01	MISC PAYROLL DEDUCTIONS	-2,149.40	-2,535.27	-385.87
2-1109.02	DENTAL & SUPPLEMENTAL INS WITHHELD	5,245.76	-2,816.62	-8,062.38
2-1109.03	HEALTH INS WITHHELD	0.00	-60,214.00	-60,214.00
Total GLCategory 100 - ACCOUNTS PAYABLE:		970,976.88	254,515.88	-716,461.00
GLCategory: 120 - ACCRUED LIABILITIES				
2-1200.60	WAGES PAYABLE	147,695.58	225,742.04	78,046.46
2-1200.65	ACCRUED VAC/SICK LEAVE	520,103.47	877,994.81	357,891.34

Balance Sheet

As Of 11/30/2024

Account	Name	Current Year Balance	Prior Year Balance	Variance Favorable / (Unfavorable)
2-1200.80	SOFTWARE HOSTING ARRANGEMENT-CIT	9,582.16	55,422.32	45,840.16
2-1200.81	SOFTWARE HOSTING ARRANGEMENT-TYL	29,518.55	30,066.05	547.50
2-1200.82	ROU SUBSCRIPTION LIABILITY	292,960.00	0.00	-292,960.00
2-1258.16	2016 BOND PREMIUM	488,460.78	599,055.66	110,594.88
2-1278.16	2016/2007 DEF. REFUNDING GAIN	170,545.60	209,159.92	38,614.32
2-1279.16	2016 PREPAID BOND INSURANCE	-6,443.49	-8,547.81	-2,104.32
2-1280.16	LONG-TERM BONDS - 2016	4,470,000.00	5,735,000.00	1,265,000.00
2-1280.24	LONG-TERM BONDS - 2024	3,063,198.61	0.00	-3,063,198.61
Total GLCategory 120 - ACCRUED LIABILITIES:		9,185,621.26	7,723,892.99	-1,461,728.27
GLCategory: 130 - OTHER LIABILITIES				
2-1101.02	FSA WITHHOLDING	189.30	189.30	0.00
2-1300.01	ACCESS/IMPACT FEES	228,044.02	537,780.00	309,735.98
2-1300.02	ARO DEPOSITS-UB	4,150.00	5,575.00	1,425.00
Total GLCategory 130 - OTHER LIABILITIES:		232,383.32	543,544.30	311,160.98
GLCategory: 135 - DUE TO OTHER FUNDS				
2-1350.01	DUE TO WATER	3,554,079.11	29,787,702.71	26,233,623.60
Total GLCategory 135 - DUE TO OTHER FUNDS:		3,554,079.11	29,787,702.71	26,233,623.60
GLCategory: 140 - DEFERRED INFLOWS/PENSION LIABILITIES				
2-1400.00	NET PENSION LIABILITY	3,719,962.26	3,255,643.91	-464,318.35
2-1400.14	DEFERRED INFLOWS/PENSION	20,436.18	42,366.31	21,930.13
Total GLCategory 140 - DEFERRED INFLOWS/PENSION LIABILITIES:		3,740,398.44	3,298,010.22	-442,388.22
Total ** LIABILITIES & DEFERRED INFLOWS **:		17,683,459.01	41,607,666.10	23,924,207.09
Total Liability:		17,683,459.01	41,607,666.10	23,924,207.09
Equity				
** EQUITY **				
GLCategory: 200 - FUND BALANCE				
2-1900.00	CONTRIBUTED SURPLUS	63,577,845.23	59,663,298.07	3,914,547.16
2-1900.05	EARNED SURPLUS	72,452,821.60	72,452,821.60	0.00
2-2000.00	FUND BALANCE	19,291,792.69	10,742,228.82	8,549,563.87
Total GLCategory 200 - FUND BALANCE:		155,322,459.52	142,858,348.49	12,464,111.03
Total ** EQUITY **:		155,322,459.52	142,858,348.49	12,464,111.03
Total Beginning Equity:		155,322,459.52	142,858,348.49	12,464,111.03
Total Revenue		9,712,034.09	10,948,110.71	-1,236,076.62
Total Expense		6,092,626.26	5,550,789.08	-541,837.18
Revenues Over/(Under) Expenses		3,619,407.83	5,397,321.63	-1,777,913.80
Total Equity and Current Surplus (Deficit):		158,941,867.35	148,255,670.12	10,686,197.23
Total Liabilities, Equity and Current Surplus (Deficit):		176,625,326.36	189,863,336.22	-13,238,009.86

**WATER CASH RECEIPTS
NOV 2024**

CASH RECEIPTS	\$1,836,434.40
ACCTS RECEIVABLE OTHER	\$103,028.81
METER DEPOSITS	\$4,750.50
SERVICE CHG/PENALTIES	\$47,295.69
FEES	\$7,089.36
MISCELLANEOUS	\$25,894.62
UNAPPLIED CREDITS	-\$19,157.02
TRASH	\$431,650.88
DEPRECIATION	\$97,662.71
TOTAL	<u>\$2,534,649.95</u>

REVENUE BILLED NOV 2024		CUSTOMERS	CONSUMPTION
RESIDENTIAL	\$758,493.52	28,218	131,749,800
RESIDENTIAL IRRIG	\$172,723.37	5,523	30,742,700
COMMERCIAL	\$499,242.33	3,243	105,504,300
INDUSTRIAL	\$150,077.07	47	42,202,000
HYDRANTS	\$1,203.58		
FIRE LINES	\$11,600.00		
ARO	\$84,794.76		612,919
PENALTY	\$34,409.25		
SERVICE CHARGE	\$14,501.97		
NEW CUSTOMER FEES	\$3,511.82		
TOTAL	<u>\$1,730,557.67</u>	<u>37,031</u>	<u>310,811,719</u>

REVENUE BILLED NOV 2023

RESIDENTIAL	\$656,602.57	27,513	117,381,400
RESIDENTIAL IRRIG	\$88,573.19	5,186	12,643,500
COMMERCIAL	\$408,634.07	3,245	83,710,200
INDUSTRIAL	\$136,638.16	45	39,150,500
HYDRANTS	\$1,205.00		
FIRE LINES	\$11,160.00		
ARO	\$21,660.33		562,582
PENALTY	\$40,235.33		
SERVICE CHARGE	\$20,120.00		
NEW CUSTOMER FEES	\$5,050.00		
TOTAL	<u>\$1,389,879</u>	<u>35,989</u>	<u>253,448,182</u>

INCREASE (DECREASE)	\$340,679.02	1,042	57,363,537
CHANGE FROM 2023	24.5%	2.9%	22.6%

RES/COM/IND INCR (DECR)	\$290,088.30
CHANGE FROM 2023	22.5%

PURCHASE FROM BEAVER WATER DISTRICT			
NOV 2024		\$459,784.40	275,320,000
NOV 2023		\$375,431.98	243,787,000

CITY OF ROGERS METERED CONSUMPTION			
NOV 2024			2,353,900
NOV 2023			885,900

**SEWER CASH RECEIPTS
NOV 2024**

CASH RECEIPTS	\$1,397,188.42
ACCTS RECEIVABLE OTHER	\$288,933.46
SERVICE CHG/PENALTIES	\$15,850.98
FEES	\$30,224.41
MISCELLANEOUS	-\$702.76
DEPRECIATION	\$73,536.23
	<u>\$1,805,030.74</u>

O&M	\$1,766,758.31
DEPRECIATION	\$77,775.96
	<u>\$1,844,534.27</u>

REVENUE BILLED NOV 2024		CUSTOMERS	CONSUMPTION
RESIDENTIAL	\$952,785.41	24,150	104,072,100
COMMERCIAL	\$342,391.38	2,115	57,149,100
INDUSTRIAL	\$218,234.68	33	39,344,900
ARO	\$271,501.36		
PENALTY/SURCHARGES	\$29,370.93		
NEW CUSTOMER FEES	\$3,944.02		
TOTAL	<u>\$1,818,227.78</u>	<u>26,298</u>	<u>200,566,100</u>

REVENUE BILLED NOV 2023

RESIDENTIAL	\$876,524.34	23,482	95,388,900
COMMERCIAL	\$311,526.69	2,120	51,778,600
INDUSTRIAL	\$205,257.90	32	38,102,500
ARO	\$6,925.00		
PENALTY/SURCHARGES	\$14,804.20		
NEW CUSTOMER FEES	\$5,430.00		
TOTAL	<u>\$1,420,468.13</u>	<u>25,634</u>	<u>185,270,000</u>

INCREASE (DECREASE)	\$397,759.65	664	15,296,100
CHANGE FROM 2023	28.0%	2.6%	8.3%

RES/COM/IND INCR (DECR)	\$120,102.54
CHANGE FROM 2023	8.6%

**ROGERS WATER UTILITIES
SCHEDULE OF FUNDS
November 30, 2024**

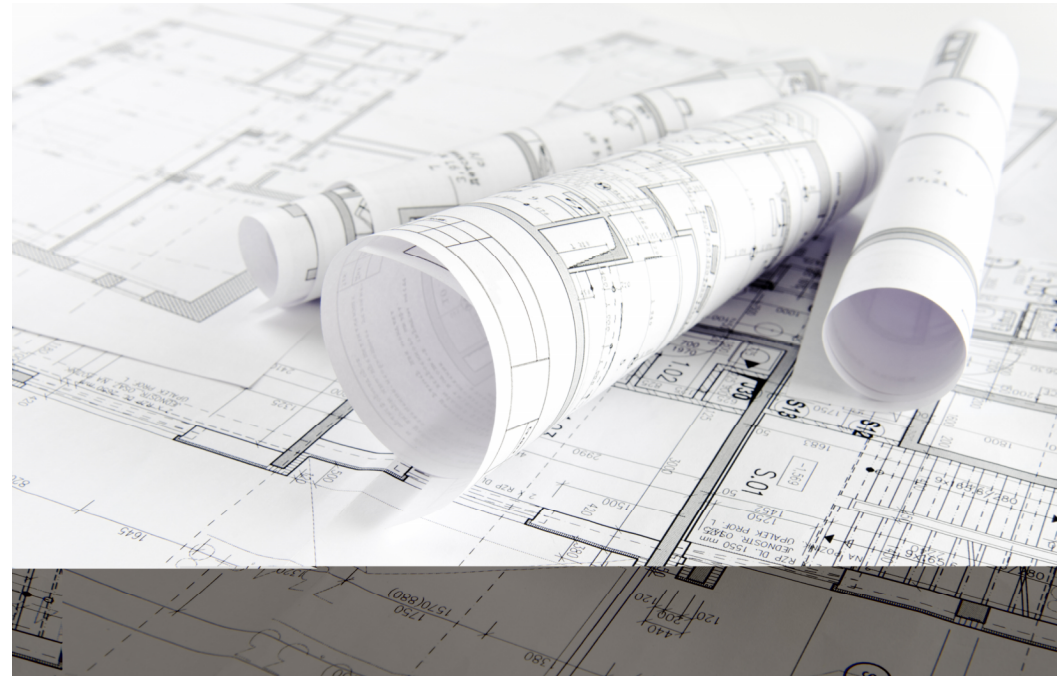
	UNRESTRICTED	RESTRICTED					GRAND TOTAL	NOV 2023			Variance
		Meter Deposits	Debt Reserve	Access/ Impact Fees	Depreci- ation	TOTAL RESTRICTED		UNRESTRICTED	TOTAL RESTRICTED	GRAND TOTAL	
WATER											
Petty Cash	\$ 1,625					\$ -	\$ 1,625	\$ 1,725	-	\$ 1,725	\$ (100)
Checking-AP Payroll	137,139					-	137,139	177,664	-	177,664	(40,525)
Checking-CC Acct at FNB	1,069,358					-	1,069,358	1,425,731	-	1,425,731	(356,373)
Savings-Utility Money Fund	6,995,493					-	6,995,493	2,578,313	-	2,578,313	4,417,180
Savings-Depr Money Fund	-				542,648	542,648	542,648		501,319	501,319	41,329
Savings-O&M Money Fund	2,966,682					-	2,966,682	335,411	-	335,411	2,631,271
Access/Impact Fees-Simmons	-			1,359,560		1,359,560	1,359,560		943,737	943,737	415,823
Investments-CD's	12,373,378	1,350,868			920,766	2,271,633	14,645,011	13,991,080	3,972,500	17,963,580	(3,318,568)
Checking-Meter Deposits	-	109,757				109,757	109,757		451,083	451,083	(341,326)
Regions Bank-2012 Bonds	-		126,450			126,450	126,450		101,550	101,550	24,899
Regions Bank-2016 Bonds	-		88,866			88,866	88,866	-	70,769	70,769	18,098
TOTAL WATER	\$ 23,543,675	\$ 1,460,624	\$ 215,316	\$ 1,359,560	\$ 1,463,414	\$ 4,498,914	\$ 28,042,589	\$ 18,674,634	6,091,573	\$ 24,550,883	3,491,705
SEWER											
Petty Cash	\$ 150					\$ -	\$ 150	\$ 150	-	\$ 150	\$ -
Savings-Depr Money Fund	-				615,695	615,695	615,695		520,717	520,717	94,978
Savings-O&M Money Fund*	7,738,070					-	7,738,070	339,756	-	339,756	7,398,314
Access/Impact Fees-Simmons	-			2,242,835		2,242,835	2,242,835		1,785,712	1,785,712	457,123
Investments-CD's	13,960,705					-	13,960,705	22,488,498	-	22,488,498	(8,527,794)
2024 ADFA Bond Fund	-		691			691	691	-	-	-	691
Regions Bank-2016 Bonds	-		187,304			187,304	187,304	-	147,485	147,485	39,819
TOTAL SEWER	\$ 21,698,925	\$ -	\$ 187,995	\$ 2,242,835	\$ 615,695	\$ 3,046,525	\$ 24,745,449	\$ 24,242,701	2,960,784	\$ 25,282,318	(536,869)
GRAND TOTAL	\$ 45,242,599	\$ 1,460,624	\$ 403,311	\$ 3,602,395	\$ 2,079,108	\$ 7,545,438	\$ 52,788,038	\$ 42,917,335	\$ 9,052,357	\$ 49,833,201	2,954,837

ROGERS WATER UTILITIES: UNACCOUNTED WATER

MONTH		RESIDENTIAL GALLONS	COMMERCIAL GALLONS	INDUSTRIAL GALLONS	HYDRANT MTR RENTAL GALLONS	WATER LINE BREAK GALLONS	AR BILLED METERED	MISC USAGE	TOTAL GALLONS	PURCHASED GALLONS	% LOST	LAST 12 MOS TOTAL GALLONS	LAST 12 MOS PURCHASED GALLONS	AVG. MONTH LOST WATER PRIOR 12 MOS
JAN	23	120,052,595	67,037,500	33,525,600	0	0		4,414,368	225,030,063	245,725,000	8%	3,567,634,805	3,884,311,000	8%
FEB	23	82,939,510	62,800,307	37,622,700	834,144	4,580		11,633,618	195,834,859	222,869,000	12%	3,540,140,585	3,872,017,000	9%
MAR	23	101,721,511	55,552,489	28,380,700	1,320,731	672,579		16,260,440	203,908,450	241,901,000	16%	3,517,027,722	3,858,063,000	9%
APR	23	109,201,800	65,970,300	35,412,500	692,142	160,560		95,260,162	306,697,464	259,438,000	-18%	3,615,012,191	3,860,267,000	6%
MAY	23	136,307,500	77,548,800	36,897,700	1,899,828	943,299		4,841,093	258,438,220	315,698,000	18%	3,635,827,745	3,867,991,000	6%
JUN	23	165,142,700	98,453,300	38,211,500	1,694,321	63,417		1,700,855	305,266,093	377,165,000	19%	3,635,440,642	3,847,554,000	6%
JUL	23	195,402,721	113,503,400	41,558,400	2,050,975	0		3,105,451	355,620,947	425,774,000	16%	3,577,835,830	3,762,523,000	5%
AUG	23	213,031,133	136,173,400	39,470,900	1,055,971	28,526		7,660,557	397,420,487	423,608,000	6%	3,550,970,317	3,753,104,000	5%
SEP	23	214,192,600	129,005,600	48,215,600	1,517,182	51,889		6,035,470	399,018,341	361,451,000	-10%	3,537,286,874	3,723,969,000	5%
OCT	23	164,137,900	107,764,700	34,412,400	1,195,321	481,831		8,537,789	316,529,941	311,242,000	-2%	3,449,866,689	3,695,274,000	7%
NOV	23	130,024,900	83,710,200	39,150,500	2,588,187	1,710,975		6,793,476	263,978,238	243,787,000	-8%	3,457,547,669	3,688,649,000	6%
DEC	23	115,964,000	64,189,300	37,229,400	705,628	127,177		7,128,455	225,343,960	242,309,000	7%	3,453,087,063	3,670,967,000	6%
JAN	24	116,217,000	64,979,000	33,232,600	500,271	0		7,845,306	222,774,177	265,202,000	16%	3,450,831,177	3,690,444,000	6%
FEB	24	117,608,300	64,550,300	38,330,500	492,700	0		21,057,238	242,039,038	253,852,000	5%	3,497,035,356	3,721,427,000	6%
MAR	24	107,024,300	62,885,400	36,846,000	640,083	0		3,046,692	210,442,475	253,914,000	17%	3,503,569,381	3,733,440,000	6%
APR	24	113,131,500	66,234,200	38,407,800	689,284	0		129,840,967	348,303,751	390,741,000	11%	3,545,175,668	3,864,743,000	8%
MAY	24	132,395,000	79,982,400	43,964,900	574,502	0		17,695,538	274,612,340	306,419,000	10%	3,561,349,788	3,855,464,000	8%
JUN	24	148,663,800	90,623,000	42,969,400	1,406,241	10,638		43,828,463	327,501,542	377,680,000	13%	3,583,585,237	3,855,979,000	7%
JUL	24	201,253,400	109,681,900	44,135,700	1,529,851	6,100		4,978,662	361,585,613	423,060,000	15%	3,589,549,903	3,853,265,000	7%
AUG	24	228,632,200	129,692,300	51,600,400	1,605,883	0		5,898,017	417,428,800	440,245,000	5%	3,609,558,216	3,869,902,000	7%
SEP	24	209,044,700	129,425,800	48,618,300	1,133,152	0		4,041,603	392,263,555	399,468,000	2%	3,602,803,430	3,907,919,000	8%
OCT	24	197,815,900	119,097,600	45,702,800	2,457,300	0	247,291	3,563,314	368,884,205	397,489,000	7%	3,655,157,694	3,994,166,000	8%
NOV	24	162,492,500	105,504,300	42,202,000	612,919	0	65,619	12,073,347	322,950,685	275,320,000	-17%	3,714,130,141	4,025,699,000	8%
ANNUAL TOTALS														
1996		1,033,147,700	378,946,600	646,243,600				40,833,456	2,099,171,356	2,374,167,000	12%			
1997		1,017,742,400	335,996,200	695,610,300				68,958,900	2,118,307,800	2,388,301,000	11%			
1998		1,177,425,800	346,184,000	694,663,700				68,430,958	2,286,704,458	2,519,861,000	9%			
1999		1,165,475,900	370,893,600	627,120,700				45,076,413	2,208,566,613	2,485,559,000	11%			
2000		1,194,969,900	390,911,800	574,602,400				58,711,543	2,219,195,643	2,493,792,000	11%			
2001		1,202,600,800	403,707,700	579,445,500				51,102,682	2,236,856,682	2,503,182,000	11%			
2002		1,233,191,500	441,953,900	613,014,500				80,165,443	2,368,325,343	2,622,997,000	10%			
2003		1,277,794,600	495,897,700	601,934,800				68,067,878	2,443,694,978	2,749,160,000	11%			
2004		1,274,534,100	499,435,200	608,668,100				93,809,002	2,476,446,402	2,772,906,000	11%			
2005		1,422,636,600	558,104,400	602,642,000				126,300,558	2,709,683,558	3,022,519,000	10%			
2006		1,499,064,700	617,313,100	596,850,100				144,167,033	2,857,394,933	3,178,011,000	10%			
2007		1,383,481,700	622,496,900	599,424,900				176,409,977	2,781,813,477	3,109,083,000	11%			
2008		1,273,620,400	594,752,700	603,791,900				152,922,688	2,625,087,688	2,953,139,000	11%			
2009		1,315,205,700	580,440,100	521,371,600				135,666,469	2,552,683,869	2,787,670,000	8%			
2010		1,443,799,600	638,199,600	516,194,000				96,577,502	2,694,770,702	3,022,614,000	11%			
2011		1,517,844,800	663,668,200	530,469,800				78,272,859	2,790,255,659	3,127,474,000	11%			
2012		1,688,130,600	760,644,700	491,108,500				99,329,864	3,039,213,664	3,355,086,000	9%			
2013		1,494,327,200	702,752,000	431,137,100				94,617,419	2,722,833,719	3,102,856,000	12%			
2014		1,480,643,800	698,320,800	397,758,200				75,320,430	2,652,043,230	3,043,700,000	13%			
2015		1,501,611,900	688,970,600	383,107,000				83,742,677	2,657,432,177	3,124,838,000	15%			
2016		1,505,181,300	740,265,900	415,037,400				85,587,177	2,746,071,777	3,256,967,000	16%			
2017		1,535,436,100	813,428,400	437,697,600				76,968,233	2,863,530,333	3,369,048,000	15%			
2018		1,624,960,900	836,002,900	413,984,900				105,889,347	2,980,838,047	3,521,110,000	15%			
2019		1,486,422,600	806,846,600	423,280,300				153,815,217	2,870,364,717	3,439,437,700	17%			
2020		1,713,595,800	820,770,600	434,621,800				104,783,943	3,073,772,143	3,645,564,000	16%			
2021		1,695,648,100	887,558,800	472,881,100				397,111,756	3,453,199,756	3,927,080,000	12%			
2022		1,820,144,761	988,664,100	491,817,500				278,664,535	3,579,290,896	3,902,219,000	8%			
2023		1,748,118,870	1,061,709,296	450,087,900	15,554,430	4,244,833		173,371,734	3,453,087,063	3,670,967,000	6%			
2024 YTD		1,734,278,600	1,022,656,200	466,010,400	11,642,186	16,738	312,910	253,869,147	3,488,786,181	3,783,390,000	8%			

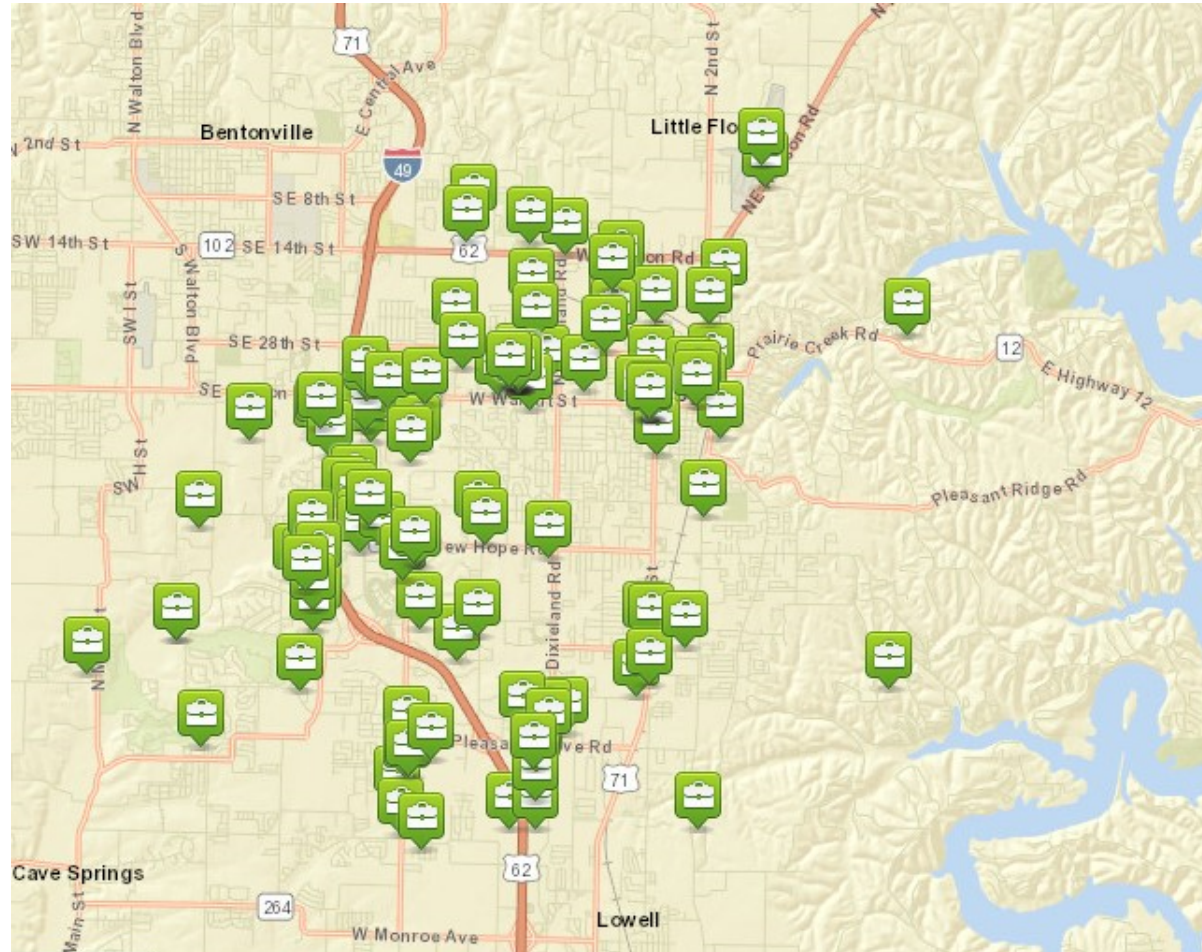
Engineering Report

Brian Sartain, Utility Engineer
12/16/24



Development Plan Review – November 2024

- **130 Plan Sets Total**
- **37 Commercial Building Plans**
- **32 Large Scale Developments**
- **24 Sign Permits**
- **14 Site Development Plans**
- **6 Final Plats**
- **6 Land Disturbance Permits**
- **4 UDC Public Improvement Plans**
- **3 Preliminary Plats**
- **2 Fire Sprinkler Systems**
- **2 Water/Sewer Extensions**
- **1 UDC Public Improvement Plan**





Plan Review – October 2024

☐	UDC Public Improvement Plan	Metaphase Development	S BELLVIEW RD	11/8/2024 10:47
☐	UDC Public Improvement Plan	ROG WAC Hangar Phase 2 PIP	7 W HAMMERSCHMIDT DR	11/20/2024 11:14
☐	UDC Public Improvement Plan	Hebron Creek		11/22/2024 12:59
☐	UDC Public Improvement Plan	Valley West Ph. 3 Public Improvement Plan	W PERSIMMONS ST	11/22/2024 16:41
☐	Subdivision Preliminary Plat	Pleasant Crossing Master Plan	S PLEASANT CROSSING BLVD	11/14/2024 12:55
☐	Subdivision Preliminary Plat	Metaphase Development	S BELLVIEW RD	11/19/2024 9:25
☐	Subdivision Preliminary Plat	Valley West Phase III	W PERSIMMONS ST	11/22/2024 12:45
☐	Subdivision Final Plat	Sw ope Lot Line Adjustment 23-137 Meadow s Railyard	2339 S 8TH ST	11/6/2024 8:32
☐	Subdivision Final Plat	Laura Wallace Easement Release	6504 S 36TH ST	11/13/2024 12:00
☐	Subdivision Final Plat	Revised Lakeview Addition Lot 13A	N Lakeview Dr, Rogers	11/19/2024 13:27
☐	Subdivision Final Plat	MUTH EA SEMENT RELEA SE	6603 W BRAEBOURNE DR	11/19/2024 14:04
☐	Subdivision Final Plat	GALLEUR PROPERTIES LLC PLA	1019 W CYPRESS ST	11/22/2024 14:15
☐	Subdivision Final Plat	Blossom Woods Phase II Final Plat	1509 W WHITNEY LN	11/22/2024 16:01
☐	Site Development Plan	Drop Yard NWA	2611 W HUDSON RD	11/1/2024 10:48
☐	Site Development Plan	Pinnacle Village - Phase 2	4607 S 47TH ST	11/1/2024 15:27
☐	Site Development Plan	Taylor Subdivision Clubhouse	2460 S 26TH ST	11/5/2024 13:42
☐	Site Development Plan	Greer Lingle Middle School Storm Shelter Addition	901 N 13TH ST	11/8/2024 9:24
☐	Site Development Plan	ROG WAC Hangar Phase 2	7 W HAMMERSCHMIDT DR	11/8/2024 14:25
☐	Site Development Plan	Metaphase Development	S BELLVIEW RD	11/12/2024 14:03
☐	Site Development Plan	Better Body Bar	311 S PROMENADE BLVD	11/19/2024 8:38
☐	Site Development Plan	Culvers Ph 2	4202 W NEW HOPE RD	11/19/2024 15:10
☐	Site Development Plan	Teufel Medical Office	W PLEASANT GROVE RD	11/20/2024 11:36
☐	Site Development Plan	Hugo.Garcia-Ceron@craftontull.com	W PERSIMMONS ST	11/22/2024 8:10
☐	Site Development Plan	Marque Townhomes	2101 S 31ST ST	11/22/2024 12:42
☐	Site Development Plan	8th St Motel and Restaurant	915 S 8TH ST	11/22/2024 12:53
☐	Site Development Plan	Pinnacle Springs Building 600	1750 S OSAGE SPRINGS DR	11/26/2024 15:07



Plan Review – November 2024

☐	Site Development Plan	Arvest Bank - Downtown	110 N 2ND ST	11/27/2024 12:44
☐	Sign Permit	Turtle Creek Plaza	2301 W WALNUT ST	11/4/2024 11:37
☐	Sign Permit	SOHO Clothiers	5100 W PAULINE WHITAKER PKWY	11/4/2024 11:40
☐	Sign Permit	Black Bird Art	4404 W WALNUT ST	11/4/2024 11:46
☐	Sign Permit	Cynergy Kids Pediatric Therapy	5500 W PINNACLE POINTE DR	11/5/2024 14:37
☐	Sign Permit	Verizon New Collocation - Development Permit	1801 S 26TH ST	11/5/2024 14:43
☐	Sign Permit	McDonald Eye Associates	318 S 52nd St.	11/6/2024 9:50
☐	Sign Permit	Happy Hollow Townhomes	1305 W New Hope Rd Rogers, AR	11/7/2024 13:13
☐	Sign Permit	Ridout	630 W NEW HOPE RD	11/7/2024 13:17
☐	Sign Permit	Ruth's Chris - Additional Sign	5506 W Northgate Rd. Rogers, AR 72756	11/12/2024 11:21
☐	Sign Permit	Happy Hollow Townhomes	1305 W New Hope Rd Rogers, AR	11/12/2024 11:39
☐	Sign Permit	Northside Elementary	807 N 6TH ST	11/12/2024 11:47
☐	Sign Permit	CATO	2212 W WALNUT ST	11/12/2024 11:57
☐	Sign Permit	Turtle Creek Plaza	2301 W WALNUT ST	11/12/2024 16:04
☐	Sign Permit	Quarter Shopping Center	02-04306-000	11/18/2024 8:59
☐	Sign Permit	Starnes Tax Group	2718 W WALNUT ST	11/19/2024 12:59
☐	Sign Permit	Homewood Suites	4302 W WALNUT ST	11/19/2024 14:05
☐	Sign Permit	Homewood Suites	4302 W WALNUT ST	11/19/2024 14:10
☐	Sign Permit	Bank of America	1151 W WALNUT ST	11/21/2024 8:55
☐	Sign Permit	School for Advanced Design 21635	121 W POPLAR ST	11/21/2024 15:44
☐	Sign Permit	Scott Petro	955 N 2ND ST	11/21/2024 15:46
☐	Sign Permit	Mercy 65 Prime	3801 W FINANCIAL PKWY	11/21/2024 15:54
☐	Sign Permit	Happy Hollow Townhomes	1305 W New Hope Rd Rogers, AR	11/21/2024 16:00
☐	Sign Permit	Villas on Turtle Creek	100 S 34th	11/26/2024 15:13
☐	Sign Permit	Happy Hollow Townhomes	1305 W New Hope Rd Rogers, AR	11/26/2024 16:21
☐	RWU	Oz Barn Fire Line Extension	3235 W DOGWOOD ST	11/14/2024 9:20



Plan Review – November 2024

☐	RWU	Ed Poe Watermain Extension	4661 S 1ST ST	11/27/2024 9:41
☐	Large Scale Development	Spivey Martial Arts	02-14303-002	11/1/2024 16:08
☐	Large Scale Development	Pinnacle Springs for SJ Collins	1750 S OSAGE SPRINGS DR, ROGERS, AR	11/5/2024 14:08
☐	Large Scale Development	CarMax	02-18156-000	11/5/2024 16:43
☐	Large Scale Development	Pine Street Townhomes	1502 W CYPRESS ST	11/6/2024 10:45
☐	Large Scale Development	NWA First National Bank	S ARKANSAS ST & E POPLAR ST	11/6/2024 11:09
☐	Large Scale Development	22nd Street Business Park	N 23RD ST	11/6/2024 13:43
☐	Large Scale Development	Froud Warehouse Expansion 2095-2097 S 7th ST	2095 S 7TH ST	11/6/2024 14:24
☐	Large Scale Development	Car-Mart Expansion	2007 S 8TH ST, ROGERS, AR 72758	11/6/2024 15:29
☐	Large Scale Development	Blue Ember Smokehouse - Rogers	1723 W PLEASANT GROVE RD	11/6/2024 16:11
☐	Large Scale Development	Villas on Turtle Creek	Rogers AR	11/8/2024 8:53
☐	Large Scale Development	Trinity Grace Church LSD	5845 S BELLVIEW RD	11/8/2024 10:03
☐	Large Scale Development	NWA Industrial Partners Warehouses Phase 1	6388 S OLDRIDGE PL, ROGERS, AR 727	11/8/2024 10:43
☐	Large Scale Development	First Baptist Church Phase V	3364 W PLEASANT GROVE RD, ROGERS	11/8/2024 14:05
☐	Large Scale Development	Spivey Martial Arts	02-14303-002	11/12/2024 13:36
☐	Large Scale Development	Lisa Academy Phase 2	Rogers AR	11/14/2024 10:26
☐	Large Scale Development	Tapestry Hotel	4100 S Pinnacle Hills Pkwy	11/14/2024 12:30
☐	Large Scale Development	Pinnacle Auto (Pinnacle Collector Suites)	02-01694-035	11/15/2024 11:07
☐	Large Scale Development	Academy Sports Outlot Retail	S 26TH ST	11/18/2024 15:47
☐	Large Scale Development	Freddy's Frozen Custard & Steamburgers		11/19/2024 11:32
☐	Large Scale Development	Olive Nature School	2143 W OLIVE ST, ROGERS, AR 72756	11/20/2024 13:57
☐	Large Scale Development	Dodson Pointe Apartments	Dodson Rd	11/20/2024 16:14
☐	Large Scale Development	Ritter and Spool Multifamily	02-00220-001	11/21/2024 13:52
☐	Large Scale Development	Villas on Turtle Creek	Rogers AR	11/22/2024 12:46
☐	Large Scale Development	9th Street Development - Large Scale Development Plan	W Linda Lane, Rogers AR 72758	11/25/2024 15:50
☐	Large Scale Development	Big Whiskey @ The Grove	8279 W PLEASANT GROVE RD	11/25/2024 16:23



Plan Review – November 2024

☐	Large Scale Development	The Grove Residential Community		11/26/2024 13:00
☐	Large Scale Development	Janacek Remodeling	1824 S 26th St	11/26/2024 13:03
☐	Large Scale Development	Pine Street Townhomes	1502 W CYPRESS ST	11/26/2024 16:09
☐	Large Scale Development	Pleasant Crossing Retail	S PLEASANT CROSSING BLVD	11/27/2024 9:07
☐	Large Scale Development	CORE Office Building	W JB HUNT DR	11/27/2024 11:13
☐	Large Scale Development	Car-Mart Expansion	2007 S 8TH ST, ROGERS, AR 72758	11/27/2024 13:10
☐	Large Scale Development	Trinity Grace Church LSD	5845 S BELLVIEW RD	11/27/2024 13:34
☐	Land Disturbance	Heights at Magnolia	S Promenade Blvd	11/1/2024 9:25
☐	Land Disturbance	ctilley@odysseynewa.com	3515 W WALNUT ST	11/1/2024 11:15
☐	Land Disturbance	brush@engineeringservices.com	Pleasant Crossing	11/6/2024 9:18
☐	Land Disturbance	Rogers Telecom	1707 S 1ST ST	11/6/2024 15:03
☐	Land Disturbance	clebow@olsson.com	303 S ARKANSAS ST	11/7/2024 12:53
☐	Land Disturbance	POST 0218 Parking Addition	1000 W POPLAR ST	11/8/2024 14:58
☐	Commercial Plan Review	comercial planning	311 S PROMENADE BLVD	11/1/2024 8:46
☐	Commercial Plan Review	Walmart Gas Station	4206 S PLEASANT CROSSING BLVD	11/1/2024 9:15
☐	Commercial Plan Review	Storm Damage	400 S 8TH ST, #K	11/1/2024 10:59
☐	Commercial Plan Review	Storm damage	400 S 8TH ST, #J	11/1/2024 12:58
☐	Commercial Plan Review	matt@espropertiesnewa.com	400 S 8TH ST Ste F	11/1/2024 13:08
☐	Commercial Plan Review	Turtle Creek Plaza	2301 W WALNUT ST, #11	11/4/2024 11:55
☐	Commercial Plan Review	Storm damage	400 S 8TH ST, #I	11/5/2024 8:16
☐	Commercial Plan Review	HHargesheimer@skbarchitects.com	5 W HAMMERSCHMIDT DR	11/5/2024 9:08
☐	Commercial Plan Review	Greer Lingle Middle School Remodel, Phase 3	901 N 13TH ST	11/5/2024 14:12
☐	Commercial Plan Review	motorcycle dealership TI	2255 W HUDSON RD	11/5/2024 14:14
☐	Commercial Plan Review	Storm damage	400 S 8TH ST, #H	11/5/2024 14:34
☐	Commercial Plan Review	Blackbird 4404 W Walnut	4404 W WALNUT ST #4	11/6/2024 9:57
☐	Commercial Plan Review	2301 w walnut unit 22	2301 W WALNUT ST Ste 22	11/6/2024 10:30



Plan Review – November 2024

☐	Commercial Plan Review	2301 w walnut unit 23	2301 W WALNUT ST Ste 23	11/6/2024 10:46
☐	Commercial Plan Review	Civil Air Patrol	5 W Cass Hough Dr	11/6/2024 14:39
☐	Commercial Plan Review	matt@espropertiesnwa.com	400 S 8th St ste E	11/6/2024 14:41
☐	Commercial Plan Review	Fallon Boling	4100 S GRAND AVE, #107	11/12/2024 11:54
☐	Commercial Plan Review	CarMax #6200 Carwash	6360 S DIXIELAND RD	11/12/2024 16:19
☐	Commercial Plan Review	thanna@ssiofnwa.com	1315 N 13TH ST	11/12/2024 16:22
☐	Commercial Plan Review		307 W Stribling Rd	11/13/2024 13:58
☐	Commercial Plan Review	CarMax #6200 Rogers	6360 S DIXIELAND RD	11/13/2024 15:23
☐	Commercial Plan Review	Auto Appearance Group	2779 S HONEYSUCKLE LN	11/13/2024 15:29
☐	Commercial Plan Review	Cryo Lounge	3938 S GRAND AVE STE C116	11/14/2024 14:02
☐	Commercial Plan Review	Marque Collector Suites	2105 S 31ST ST	11/14/2024 15:18
☐	Commercial Plan Review	HHC Design Studio	4100 S GRAND AVE STE 102	11/18/2024 12:37
☐	Commercial Plan Review	Pinnacle Springs Building 500 Retail Shell	1708 S Promenade Blvd	11/19/2024 11:56
☐	Commercial Plan Review	Security Fencing	2225 S BELLVIEW RD	11/19/2024 13:42
☐	Commercial Plan Review	Henry Ellis Boutique Pinnacle Heights	3939 S GRAND AVE Ste 110	11/20/2024 8:33
☐	Commercial Plan Review	Mockingbird Storage Building 700	2851 S HONEYSUCKLE LN #700	11/20/2024 8:35
☐	Commercial Plan Review	Alchemy Event Rentals	954 N 2ND ST	11/20/2024 8:52
☐	Commercial Plan Review	Marque Collector Suites	2105 S 31ST ST	11/20/2024 9:02
☐	Commercial Plan Review	Tornado damage	2301 W Persimmon St	11/21/2024 9:56
☐	Commercial Plan Review	Tornado damage	2302 W Persimmon St	11/21/2024 9:57
☐	Commercial Plan Review	Tornado damage	2311 W Persimmon St	11/21/2024 9:58
☐	Commercial Plan Review	test for training	113 N 4TH ST	11/21/2024 11:00
☐	Commercial Plan Review	Blue Ember Smokehouse	1723 W Pleasant Grove Rd	11/21/2024 15:00
☐	Commercial Plan Review	Freddy's	1888 W Pleasant Grove Rd	11/26/2024 15:29
☐	Com.Fire Systems Fire Sprinklr Undergrnd	OZ Farms Barn Fire Line	3232 W Oak St	11/12/2024 8:45
☐	Com.Fire Systems Fire Sprinklr Undergrnd	dortega@statesystemsinc.com	1225 W HUDSON RD	11/12/2024 8:51



Project Status

Status Change
Currently on Hold

Pre-Design / Concept

- RPCF Capacity Improvement Project
- Mt. Hebron Interconnection / Metering Station
- ArDOT – Hwy 112 Widening
- Sewer Improvements – 1st St to Veterans Park

In Design

- Western Corridor Water Transmission Main
- Sanitary Sewer Improvements – Chateau Dr. to 24th
- Large Meter Replacements
- Arkansas St. (Chestnut to Union)
- W. Poplar St. (7th to 1st)
- Hwy 12 E Waterline Replacement
- Blossom Way Sewer (Pauline Whitaker to Dixieland)
- Blossom Way Trib 2 Sewer Improvements
- N. 2nd St. Streetscape & Overlay (Downtown)
- S. 3rd St. Reconstruction (Downtown)
- Oak St. Pedestrian Improvements (28th to 2nd)

Out to Bid

- None

Bids Received

- None

Under Construction

- 2024 Misc. Waterline Replacements
- RPCF Solids Handling Ph.II
- 5th & Walnut Intersection Improvements
- 2025 Manhole Rehab
- 2025 CIPP Sewer Rehab
- 2025 Pipe Bursting Sewer Rehab
- S. 28th Place / 28th & Pleasant Grove Roundabout
- W. Poplar St. Improvements – 1st to 8th
- W. Oak St. Improvements – 52nd to Dodson
- Hudson Rd. Pedestrian Improvements
- Banz Addition Sewer Replacement
- 2023 Misc. Waterline Replacements
- Poplar & 13th St. Roundabout / 13th St. Pedestrian Imp.
- 13th St. Pedestrian Improvements (south)

Completed

- Pinnacle & S. Champions Sewer Improvements
- Cleaning and lining 24" and 12" sewer mains under I-49



Other Updates

Pinnacle Sewer / S. Champions

Final grading and cleanup has been completed along S. Champions Dr.

This project is complete.





Other Updates

RPCF Solids Handling, Ph.II

Contractor is excavating and demolishing old structural footings where the original primary clarifier was located.



Re-routing of underground utilities in the area of the proposed dryer building footprint





Other Updates

Staffing

GIS Technician

This is a budgeted position for FY'25. We advertised for this position in November and reviewed approximately 30 resumes, invited 2 applicants for an interview. We interviewed one successful candidate and offered her the position. She will start in February.

Construction Inspection Technician

We are currently seeking applicants to backfill this position.

Rogers Pollution Control DMR Summary

2024

	Limits	Jan	Feb	March	April	May	June	July	Aug	Sept	Oct	Nov	Dec
Phosphorus Mo Avg lbs/day	117	10.20	7.20	10.37	12.21	19.97	13.65	12.23	24.65	<10.64	13.33	10.36	
Phosphorus 30 Day Mo Avg mg/l	1	0.14	0.10	0.15	0.15	0.19	0.19	0.17	0.28	<.17	0.21	0.11	
Phosphorus Max 7 day Avg mg/l	2	0.17	0.11	0.17	0.21	0.30	0.19	0.38	0.50	0.28	0.38	0.15	
May - Oct	Limits												
Total Suspended Solids lbs/day Mo Avg	1,751					298.9	46.2	51.3	36.4	62.7	36.1		
Total Suspended Solids Mo Avg	15					2.4	0.6	0.7	0.5	1.4	0.6		
Total Suspended Solids 7 day Avg	23					6.9	1.4	1.0	0.6	1.5	1.0		
Nov- April													
Total Suspended Solids lbs/day Mo Avg	2,335	155.3	76.3	87.5	91.4							131.6	
Total Suspended Solids Mo Avg	20	1.9	1.1	1.2	1.1							1.1	
Total Suspended Solids 7 day Avg	30	3.0	1.3	1.4	1.5							2.7	
April	Limits												
Ammonia lbs/day Mo Avg	234				<25.97								
Ammonia Mo Avg mg/l	2.0				<.29								
Ammonia max 7 day Avg mg/l	4.5				<.26								
May- Oct	Limits												
Ammonia lbs/day Mo Avg	175					<25.09	<18.82	<18.18	<17.3	<15.84	<31.77		
Ammonia Mo Avg mg/l	1.5					<.25	<.25	<.25	<.25	<.25	<.50		
Ammonia max 7 day Avg mg/l	2.3					<.42	<.25	<.25	<.25	<.25	<1.39		
Nov- March	Limits												
Ammonia lbs/day Mo Avg	350	<64.16	<20.15	<18.03								<29.36	
Ammonia Mo Avg mg/l	3.0	<.73	<.27	<.26								<.30	
Ammonia max 7 day Avg mg/l	4.5	<.93	<1.2	<.27								<.34	
May - Oct	Limits												
CBOD Mo Avg lbs/day	1,168					252.1	103.3	93.5	98.8	87.7	99.6		
CBOD Mo Avg mg/l	10					2.20	1.40	1.30	1.40	1.40	1.50		
CBOD Max 7 day Avg. mg/l	15					4.10	1.60	1.40	1.50	1.50	2.30		
Nov- April	Limits												
CBOD Mo Avg lbs/day	1,751	185.0	112.6	119.0	135.6							177.60	
CBOD Mo Avg mg/l	15	2.2	1.5	1.7	1.6							1.80	
CBOD Max 7 day Avg. mg/l	23	3.1	1.9	2.0	1.9							2.10	



FOG Inspection Report Monthly Summary for November 2024

- 45 known pumping services occurred this month.
 - Mario is helping me figure out why OnBase isn't opening certain plans. He believes it has something to do with how separated/far I am from the City server. It is not happening with every plan. Only a few have given me or continue to give me an error message.
 - Worked with one food service establishment to verify meal numbers that they used when determining their grease interceptor for their new location.
 - I inspected a newly installed oil separator. I have noticed quite a few airport hangers and mechanic shops coming to town.
 - I have spoken with a few new food trucks that are planning to be in Rogers. They are just starting out and are having trouble finding a dump site or know that having your wastewater hauled away can be pricey. One owner said there must be a need for one in the area, and I told him there was. I am hoping he invests in a dump site (grease interceptor) specifically for food trucks in the area.
 - I noticed a newly opened restaurant's grease interceptor level was higher than normal, which concerned me. They had someone come out and service the interceptor, camera and jetted their lines. It was found that paper towels were the cause of the higher level. I assume the paper towels were found downstream of the grease interceptor, but I am waiting for verification on that.
 - Met up with a current establishment owner because they are wanting to transform a house into their new location. We discussed the layout and plans for the inside, while also addressing the location and minimum size of the grease interceptor.
 - All other inspections were normal with nothing to report or correct.
-
- Paul Burns and I collected the 4th quarter samples for the wastewater treatment plant. The tests included influent and effluent metals, low level mercury, cyanide and phenolics.

Amber Owens

F.O.G. Inspector

Rogers Pollution Control Facility

(479) 273-7378 Ext. 6554



Monthly Summary of Industrial Pretreatment Activities November 2024

# of industrial control monitoring activities:	0
Industries control monitored:	n/a
# of self monitoring reports processed:	9
# of industrial inspection activities:	2
Industries inspected:	Glad Manufacturing, WestRock
# of short site visits:	0
Industries visited:	n/a
# of Notices of Violation:	1
Notices of Violation:	Ozark Mt Poultry – CBOD loading

Surcharges October 2024 issued in November 2024

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	4.009063	27.2	0.00	1045.3	3,674.07	66.90	1,214.71	8.47	759.75	5,648.53
SE Poultry	2.481923	64.1	0.00	257.5	154.81	6.82	0.00	2.37	0.00	154.81
Tyson CNQ	4.888550	292.9	530.15	738.3	2,852.81	2.50	0.00	6.58	534.97	3,917.93
Tyson of Rogers	8.238735	53.3	0.00	127.3	0.00	92.0	3,703.53	3.78	0.00	3,703.53
WestRock	0.076968	35.0	0.00	750.0	45.90	19.90	2.20	1.00	0.00	48.10
Sum \$										13,472.90

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 2024 – 2025 budget year is \$63,025.03 (User data submitted for four months).

Ozark Mt Poultry was issued a Notice of Violation for going over the monthly average limit for CBOD loading. Their current system is inadequate and they are making plans to build a new pretreatment system. OMP has violations for CBOD loading for five consecutive months and remains classified as Significantly Non-compliant. OMP was asked provide a response to the violation by December 16th, 2024. This response should include an update on the plans to build a new pretreatment system. They must include an estimate of the date when engineering plans by Allgeier, Martin and Associates will be submitted to the City and RWU for review.

Kennametal (KMT) Inspection from late October:

- A water leak due to cold weather was found in January 2024 and repaired during the next month.
- The wall north of the newer plate graphite coating line is being repaired due to tornado damage.

(continued on page 2)

- The roof top HVAC system was damaged by the tornado and is being replaced.
- The new electric presses have been added.
- The new dry bag presses have been added.
- No pH calibration buffers for testing effluent have expired.
- Water usage per month (units of million gallons) was 1.038000 in 2022, 1.384000 in 2023 and 0.882 in 2024.
- Wastewater discharged at the sampling location per month (units of million gallons) was 0.846000 in 2022, 0.830238 in 2023 and 0.882 in 2024. The average wastewater per day is about 0.024000.
- The most recent hauled waste manifest was for waste aerosols, 60 lbs.

Glad (GMC) Inspection November:

- The sewer line repairs are completed. What was thought to be pitting was heavy scale, which was cleaned. There is no need to reline the pipes.
- The rail car split for unloading resin beads has been finished.
- The second large reclaim processor has been installed but frequently needs maintenance. This new unit grinds the plastic into micro particles almost like a dust. Glad was told to keep these fines out of the drains.
- All drains in and around the reclaimed areas are double screened but there is potential for some of the ground micro particles of plastic to make it through the screens.
- The waste oil storage area was clean and organized.
- Water consumption in million gallons (MG) per month for last 12 months (Nov-23 to Oct-24) based on the main water meter #65310621:
 - Avg/mo = was 1.390 in 2023, now 1.516 in 2024
 - Max/mo = was 2.346 in 2023 now 2.379 in 2024
 - Min/mo = was 0.725 in 2023 now 1.084 in 2024
- Wastewater effluent from process and sanitary to sewer in MG for last 12 months (Nov-23 to Oct-24):
 - Monthly total average: was 0.863 in 2023, now 0.765 in 2024
 - Daily average, Mon thru Fri: was 0.028000 now 0.026400

WestRock (WRK) Inspection November:

- The company has merged with Smurfit Kappa to form Smurfit WestRock.
- Post merger, there are now shifts every other Saturday (started September 2024).
- WestRock installed an automatic 5-gallon bucket washer to help cut down on water usage.
- The few items on 2nd containment had to be adjusted, so the containers/chemicals were no longer hanging off the edge.
- No pH buffers were expired with respect to testing pretreatment effluent pH.
- The permit renewal was discussed. The new permit will remove testing for Aluminum once per month but add testing for Total Nitrogen once per quarter.
- Recent manifests for filter press sludge cake were reviewed.
- The filter press cake is now being hauled by Republic Services instead of Waste Management.
- A faulty pump was replaced in the pretreatment area.
- The trench drains in the boiler room were clean and free of debris
- During the inspection rollstock from a specific vendor was being tested to determine why it sometimes tears during the corrugating process.
- Water consumption in million gallons (MG) per month for last 12 months (Dec-23 to Nov-24) based on the single water meter #88650428:
 - Avg/mo = was 0.311 in 2023 now 0.397 in 2024
 - Max/mo = was 0.390 in 2023 now 0.461 in 2024
 - Min/mo = was 0.283 in 2023 now 0.325 in 2024

(continued on page 3)

- Daily water usage is about 17,260 gallons, 5 to 6 days per week
- Wastewater in MG from pretreatment effluent for last 12 months (Dec-23 to Nov-24):
 - Monthly total average: was 0.057300 in 2023, now 0.060240 in 2024
 - Daily average, Mon thru Fri: about 0.003230 +/- 0.000470

Report prepared by Paul Burns, Pretreatment Coordinator

Pollution Control Facility Significant Events

November 2024

1. Work is continuing on the Solids Handling upgrades.
2. We have started qualifying polymer vendors for bidding.
3. We are still waiting for a good time to take down the splitter box for the gate inspection.
4. We treated 353.6 MG in November. $30 \times 9 \text{ MGD} = 270 \text{ MG}$. So we treated about 83.6 MG of rainwater. The avg daily flow for the month was 11.8. These flows included 7.49" of rain over 7 events. The historical average rainfall for November is 3.74".

The logo for Rogers Water Utilities (RWU) features the letters "RWU" in a large, white, sans-serif font. To the right of the letters is a blue graphic consisting of three curved, overlapping shapes that resemble stylized waves or a swoosh.

ROGERS WATER UTILITIES

**Rogers Water Utilities
Water Department**

**Financial Statements
and
Supplementary Information**

June 30, 2024 and 2023

FOR PRELIMINARY

DISCUSSION PURPOSES

ONLY

(With Independent Auditor's Report Thereon)

**LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS**

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

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CERTIFIED PUBLIC ACCOUNTANTS



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, 2024 and 2023, 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, 2024 and 2023, 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.

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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.

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.

FOR PRELIMINARY
DISCUSSION PURPOSES
LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS

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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 10 and pension schedules on pages 36 and 37 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.

**FOR PRELIMINARY
DISCUSSION PURPOSES
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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.

**LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS**

To the Waterworks and Sewer Commission
Rogers Water Utilities Water Department

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have issued our report dated Month XX, 2024 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
Month XX, 2024

**FOR PRELIMINARY
DISCUSSION PURPOSES
ONLY**

**LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS**

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

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, 2024, 2023, and 2022. 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 \$10,667,471 or 9.9% over fiscal year 2023. Net position increased by \$10,413,525 or 10.7% in fiscal year 2023 over 2022.
- Water Department operating revenues increased by \$1,037,180 or 5.7% over fiscal year 2023. Operating revenues increased by \$2,353,441 or 15% in fiscal year 2023 over 2022.
- Operating expenses increased by \$1,376,572 or 10.8% over fiscal year 2023. Operating expenses increased by \$1,236,555, or 10.8% in fiscal year 2023 over 2022.
- Net Position before capital contributions increased by \$5,429,929 during fiscal year 2024. In fiscal year 2023, net position before capital contributions increased by \$5,155,508.
- Construction costs of \$3,240,000 during fiscal year 2024 were incurred on a variety of construction projects and \$531,000 of constructed assets were completed and placed in service
- Capital expenditures for additions and improvements to the Water Department, in addition to the constructed assets were \$1,120,000 in fiscal year 2024.

Rogers Water Department Fiscal Year 2024 Highlights

- The change in net position before capital contributions exceeded budget by \$1,689,929 and was more than prior year operating results by \$314,421.
- The number of customers increased by 769 or 2.1% from the prior year. Billed water consumption decreased by 1.9%.
- Purchased water consumption increased by 0.2% from the prior year. Our water supplier, Beaver Water District, implemented a rate increase of \$0.08 per thousand gallons effective October 1, 2023. The rate increased from \$1.46 to \$1.54 per thousand gallons.
- After implementing the Tyler Technologies software for billing and accounting functions in fiscal year 2023, RWU also transitioned its timekeeping system to Tyler's Time & Attendance module in January 2024. For asset management, RWU went "live" with Cityworks in October 2023. As a joint project with the City of Rogers, Cityworks has streamlined the plan review process for RWU Engineering staff and their city counterparts. This software implementation prompted RWU to convert its AutoCad asset records into shapefiles and import them into ESRI ArcGIS for improved asset record inquiries and maintenance.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

- RWU continued its City-wide meter change out program, investing \$684,000 in replacement meters. At this rate, the 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 continues to work with Garver Engineers on a Western Corridor Transmission Main Study with the goals of meeting future consumption demands and adding resiliency to the water distribution system. RWU expects the acquisition of necessary easements to begin as soon as fiscal year 2026 and construction of a new transmission main to begin by fiscal year 2029. This project was identified as a supply alternative in the Rogers Water Distribution System Master Plan adopted June 2022.

Rogers Water Department Fiscal Year 2023 Highlights

- The Water Department's net position increased by \$10,413,525 or 10.7% over fiscal year 2022. Net position increased by \$5,591,317 or 6.1%, in fiscal year 2022 over 2021.
- Water Department operating revenues increased by \$2,353,441 or 15% from 2022. Operating revenues increased by \$1,418,611 or 19% in 2022 from 2021.
- Operating expenses increased by \$1,236,555 or 10.8% from 2022. Operating expenses increased by \$260,779, or 2% in 2022 from 2021.
- Net Position before capital contributions increased by \$5,115,508 during fiscal year 2023. In fiscal year 2022, net position before capital contributions increased by \$3,642,549.
- The change in net position before capital contributions exceeded budget by \$1,700,508 and was more than prior year operating results by \$1,472,960.
- The number of customers increased by 885 or 2.53% from the prior year. Billed water consumption increased by 8.52%.
- Our water supplier, Beaver Water District, implemented a rate increase of \$0.08 per thousand effective October 1, 2023. The rate will go up from \$1.46/1,000 gallons to \$1.54/1,000 gallons.
- Continue with two (2) software integrations, Cityworks, for asset management, and Tyler Technologies, for billing and accounting functions. Both projects are still ongoing. RWU went "live" with Tyler Technologies on September 6, 2022 and Cityworks is scheduled to go "live" during October 2023.
- RWU will continue the \$550,000/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 two water meters. The change out is being conducted by Utility Staff.
- 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 Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

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 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 system, and/or new water transmission mains, or combination of both.

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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, 2024, 2023, and 2022

Financial Highlights

Assets, Liabilities and Net Position

	2024	2023	2022
Assets			
Total current assets	\$ 24,924,307	\$ 21,825,722	\$ 18,329,100
Restricted cash, investments, and interest receivable	6,335,348	5,423,665	5,121,196
Other noncurrent assets	109,134,595	102,915,582	98,210,259
Total Assets	\$ 140,394,250	\$ 130,164,969	\$ 121,660,555
Deferred Outflows of Resources			
Deferred pension outflows	\$ 1,026,394	\$ 905,882	\$ 322,491
Deferred bond refunding costs	344,231	399,778	455,614
Total Deferred Outflow of Resources	\$ 1,370,625	\$ 1,305,660	\$ 778,105
Liabilities			
Total current liabilities	\$ 4,147,534	\$ 3,387,644	\$ 4,268,195
Liabilities payable from restricted assets	1,485,636	1,444,699	1,432,481
Long-term liabilities	18,133,694	19,294,087	18,845,211
Total Liabilities	\$ 23,766,864	\$ 24,126,430	\$ 24,545,887
Deferred Inflows of Resources			
Deferred pension inflows	\$ 12,990	\$ 26,649	\$ 988,748
Net Position			
Invested in capital assets, net of related debt	\$ 92,365,947	\$ 85,092,340	\$ 79,391,296
Restricted	4,849,712	3,978,966	3,688,715
Unrestricted	20,769,362	18,246,244	13,824,014
Total Net Position	\$ 117,985,021	\$ 107,317,550	\$ 96,904,025
Operating Results and Changes in Net Position			
Operating revenues	\$ 19,090,515	\$ 18,077,518	\$ 15,724,077
Operating expenses			
Depreciation and amortization	3,378,999	3,191,425	3,106,366
Other operating expenses	10,703,623	9,514,625	8,363,129
Total Operating Expenses	14,082,622	12,706,050	11,469,495
Operating income	5,007,893	5,371,468	4,254,582
Other revenues (expenses)			
Interest expense	(609,387)	(641,307)	(671,521)
Other income (expenses)	1,007,240	385,347	59,488
Total Other Revenues (Expenses)	397,853	(255,960)	(612,033)
Change in net position before capital contributions	5,405,746	5,115,508	3,642,549
Capital Contributions	5,237,542	5,298,017	1,948,768
Change in Net Position	10,643,288	10,413,525	5,591,317
Net Position, Beginning of Year	107,317,550	96,904,025	91,312,708
Net Position, End of Year	\$ 117,960,838	\$ 107,317,550	\$ 96,904,025

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Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

Capital Asset and Debt Administration

Capital Assets

As of June 30, 2024, the Water Department's investment in capital assets was \$109,135,000 (net of accumulated depreciation and amortization). This investment in capital assets included land, buildings, improvements, machinery and equipment, right of use subscriptions and contributed property.

Major capital asset events include the following:

- Construction costs of \$3,486,000 during fiscal year 2024 were incurred on a variety of construction projects. \$775,900 of constructed assets were completed and placed in service, consisting mostly of water main construction and rehabilitation projects. In addition, \$5,238,000 of water mains constructed by developers was 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 2023, the Water Department had construction of \$1,715,000 and contributed capital of \$5,205,000, and in 2022, construction of \$4,484,000 and contributed capital of \$1,725,000.
- Capital expenditures for additions and improvements to the Water Department, in addition to the constructed assets, were \$875,000 in fiscal year 2024, as compared to \$977,000 in 2023 and \$984,000 in 2022.

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

Long-Term Debt

The Water Department had \$16,425,000 in revenue bonds outstanding as of June 30, 2024, which is a decrease of \$875,000 from 2023 resulting from scheduled principal payments. Revenue bonds outstanding as of June 30, 2023 were \$17,300,000, which was a decrease of \$845,000 from 2022. 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

RWU has completed Master Plans for the water distributions system, the sewer collection system, and the Rogers Pollution Control Facility. These plans account for the projected build-out of Rogers by 2045. The plans provide conservative cost estimates for future capital improvements that will allow the Utility to provide reliable service to current and future customers. These estimates 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, the Rogers Waterworks and Sewer Commission and the Rogers City Council approved a 5-year schedule for annual rate increases. The schedule became effective April 2020 with the fifth increase taking effect July 2024. Anticipating the need for a new 5-year schedule, RWU hired a rate study consultant in fiscal year 2024. The date-driven approach to the current study is considering revenue requirements related to ongoing operations and maintenance as well as the timing of planned capital projects. The study is also considering required minimum reserves and additional funding sources including likely future bond issues.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

The Rogers Water Department funded capital improvements from reserves in fiscal year 2024. Significant projects in progress at the end of fiscal year 2024 consist primarily of various street improvements in collaboration with the City of Rogers. RWU continues to invest in waterline repairs, replacements, and extensions. Other capital outlays were for engineering related to the Highway 12 East Water Main Replacement and the planned Western Corridor Transmission Main.

The source of water for all Northwest Arkansas is Beaver Lake. While that source is expected to be sufficient for anticipated future demands, water supplier Beaver Water District (BWD) is undertaking several significant capital improvements to enhance treatment capacity and distribution resiliency. Wholesale water rates are subject to annual increases driven by updated water usage forecasts and planned capital projects.

The Information Technology department at RWU continues to implement confidential projects that reduce the risk of cyberattacks including ransomware. Continuous training of all RWU employees is a major component of this strategy as well as vulnerability testing on a regular basis with the Department of Homeland Security and CISA.

The final migration from the IBM AS400 environment was completed in fiscal year 2024. Development of custom solutions and automation continues in the Microsoft 365 environment. The installation of Cityworks software in fiscal year 2024 allows for a cloud-based GIS-centric system that efficiently connects City departments and provides a more robust asset management program. RWU continues to work with the City of Rogers to develop these tools and to integrate them into standard operational processes. RWU also continues to expand its Tyler tools to mitigate pain points in the accounting/billing processes and to improve overall efficiency.

The Information Technology department at RWU has taken steps to eliminate the use of a Managed Service Provider (MSP). RWU has deployed in-house tools to mirror the monitoring and protection provided by the MSP at a fraction of the cost. This cost savings allowed RWU to add another staff position to the IT team in the fiscal year 2025 budget.

RWU also plans to redeploy its SCADA systems in both Water/Sewer collection/distribution, and at the Rogers Pollution Control Facility in fiscal year 2025. This will be a major undertaking that will require investment in new hardware and software in addition to professional services. The goal of this project is to modernize the systems while improving stability, accessibility, scalability, and security.

Financial Statements

**FOR PRELIMINARY
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Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Statements of Net Position

June 30, 2024 and 2023

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

	2024	2023
CURRENT ASSETS		
Cash and cash equivalents	\$ 8,432,159	\$ 5,749,142
Investments	12,704,896	12,298,838
Accounts receivable, net of allowance for doubtful accounts of \$214,758 and \$141,500, respectively	2,764,747	2,589,525
Due from sewer department	23,101	70,813
Inventory	908,229	1,013,380
Prepaid expenses	91,175	104,024
Total Current Assets	24,924,307	21,825,722
RESTRICTED CASH, INVESTMENTS AND INTEREST RECEIVABLE		
Restricted cash and cash equivalents	704,628	611,012
Investments	5,630,720	4,812,653
	6,335,348	5,423,665
FIXED ASSETS AND RIGHT OF USE ASSETS, NET OF ACCUMULATED DEPRECIATION AND AMORTIZATION	109,134,595	102,915,582
Total Assets	140,394,250	130,164,969
DEFERRED OUTFLOWS OF RESOURCES		
Deferred pension outflows	1,026,394	905,882
Deferred bond refunding costs	344,231	399,778
	1,370,625	1,305,660
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 141,764,875	\$ 131,470,629

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, 2024 and 2023

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION

	2024	2023
CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)		
Accounts payable - trade	\$ 1,158,151	\$ 1,185,963
Accounts payable to construction contractors	428,641	163,268
Accounts payable - other	421,194	444,828
Accrued expenses	795,847	616,833
Current portion of subscription liability	74,534	70,906
Current portion of software hosting	54,167	30,846
Current portion of bonds payable	1,215,000	875,000
Total Current Liabilities (Payable from Current Assets)	4,147,534	3,387,644
CURRENT LIABILITIES (PAYABLE FROM RESTRICTED ASSETS)		
Customer meter deposits	1,390,526	1,346,879
Accrued interest payable	95,110	97,820
Total Current Liabilities (Payable from Restricted Assets)	1,485,636	1,444,699
LONG-TERM LIABILITIES		
Software hosting payable	-	157,447
Subscription liability	218,427	292,961
Bonds payable, net of unamortized premiums and discounts	15,550,751	16,795,860
Net pension liability	2,364,516	2,047,819
	18,133,694	19,294,087
Total Liabilities	23,766,864	24,126,430
DEFERRED INFLOWS OF RESOURCES		
Deferred pension inflows	12,990	26,649
NET POSITION		
Invested in capital assets, net of related debt	92,365,947	85,092,340
Restricted	4,849,712	3,978,966
Unrestricted	20,769,362	18,246,244
	117,985,021	107,317,550
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 141,764,875	\$ 131,470,629

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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, 2024 and 2023

	2024	2023
OPERATING REVENUES		
Residential water	\$ 9,687,583	\$ 9,769,208
Commercial water	4,971,708	4,798,780
Industrial water	1,661,256	1,612,570
Sprinkler service and hydrant	148,779	142,650
Service charges and penalties	643,787	431,585
Access, impact, and new customer fees	1,215,325	838,200
Other operating revenue	762,077	484,525
	<u>19,090,515</u>	<u>18,077,518</u>
OPERATING EXPENSES		
Water purchased	5,841,341	5,550,708
Plant operations and distribution	2,366,012	1,997,563
General and administrative	2,496,270	1,966,354
Depreciation and amortization	3,378,999	3,191,425
	<u>14,082,622</u>	<u>12,706,050</u>
OPERATING INCOME	<u>5,007,893</u>	<u>5,371,468</u>
OTHER REVENUES (EXPENSES)		
Interest income	1,014,040	392,147
Federal revenues	24,183	-
Interest expense	(609,387)	(641,307)
Trustee fees	(6,800)	(6,800)
	<u>422,036</u>	<u>(255,960)</u>
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	<u>5,429,929</u>	<u>5,115,508</u>
CAPITAL CONTRIBUTIONS	<u>5,237,542</u>	<u>5,298,017</u>
CHANGE IN NET POSITION	<u>10,667,471</u>	<u>10,413,525</u>
NET POSITION, BEGINNING OF YEAR	<u>107,317,550</u>	<u>96,904,025</u>
NET POSITION, END OF YEAR	<u><u>\$ 117,985,021</u></u>	<u><u>\$ 107,317,550</u></u>

**FOR PRELIMINARY
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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, 2024 and 2023

	<u>2024</u>	<u>2023</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	\$ 16,294,104	\$ 16,079,068
Cash received from access, impact and new customer fees	1,215,325	838,200
Cash received from service charges, penalties and other operating revenue	1,449,511	932,896
Payments for water	(5,810,375)	(5,560,666)
Payments for salaries and benefits	(2,965,806)	(2,370,726)
Payments to suppliers for goods and services	(1,451,636)	(1,940,584)
Net Cash From Operating Activities	<u>8,731,123</u>	<u>7,978,188</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	1,014,040	392,147
Net change in investments	(406,058)	(197,299)
Net change in restricted investments	(818,067)	(412,494)
Net Cash (Used For) Investing Activities	<u>(210,085)</u>	<u>(217,646)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital expenditures	(4,078,877)	(3,727,279)
Federal reimbursements	24,183	-
Principal payments on bonds	(875,000)	(845,000)
Principal payments on software hosting	(134,126)	(108,993)
Payments on subscription liability	(87,126)	(87,126)
Interest and paying agent fees, net of capitalized interest	(593,459)	(626,949)
Net Cash (Used for) Capital and Related Financing Activities	<u>(5,744,405)</u>	<u>(5,395,347)</u>
CHANGE IN CASH AND CASH EQUIVALENTS	2,776,633	2,365,195
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>6,360,154</u>	<u>3,994,959</u>
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 9,136,787</u>	<u>\$ 6,360,154</u>

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, 2024 and 2023

	<u>2024</u>	<u>2023</u>
RECONCILIATION OF OPERATING INCOME TO NET		
CASH FROM OPERATING ACTIVITIES:		
Operating income	\$ 5,007,893	\$ 5,371,468
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation and amortization	3,378,999	3,191,425
Allowance for doubtful accounts	(73,258)	-
Net change in pension liability	182,526	(30,599)
Changes in assets and liabilities:		
Accounts receivable	(101,964)	(244,140)
Inventory	105,151	(487,082)
Prepaid expenses	12,849	(22,068)
Accounts payable - trade and other	(51,446)	118,198
Accrued expenses and customer deposits	222,661	183,394
Due from/to sewer department	47,712	(102,408)
Net Cash From Operating Activities	<u>\$ 8,731,123</u>	<u>\$ 7,978,188</u>
RECONCILIATION OF CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS TO THE STATEMENTS OF NET POSITION:		
CASH AND CASH EQUIVALENTS		
Petty cash	\$ 1,625	\$ 1,725
Operating and maintenance	101,854	187,089
Checking	976,720	426,498
Savings - depreciation fund	4,457,295	3,089,158
Savings - meter deposits	<u>2,894,665</u>	<u>2,044,672</u>
	<u>8,432,159</u>	<u>5,749,142</u>
RESTRICTED CASH AND CASH EQUIVALENTS		
Savings - depreciation fund	174,858	209,931
Checking - meter deposits	<u>529,770</u>	<u>401,081</u>
	<u>704,628</u>	<u>611,012</u>
TOTAL CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS	<u><u>\$ 9,136,787</u></u>	<u><u>\$ 6,360,154</u></u>
NONCASH TRANSACTIONS		
Capital contributions of property and equipment	\$ 5,237,542	\$ 5,298,017
Property and equipment additions included in accounts payable to construction contractors	\$ 428,641	\$ 163,268
Interest on subscription liability	\$ 16,220	\$ 19,672

See accompanying notes to financial statements.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Notes to Financial Statements

June 30, 2024 and 2023

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.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Notes to Financial Statements

June 30, 2024 and 2023

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, 2024 and 2023, the Water Department had cash equivalents of \$1,869,296 and \$1,193,048, 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 average cost 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, 2024 and 2023, 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, 2024 and 2023, cumulative contributed capital fixed assets amounted to approximately \$65,433,000 and \$60,196,000, respectively.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Notes to Financial Statements

June 30, 2024 and 2023

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, 2024 and 2023 amounted to approximately \$6,185,000 and \$5,906,000, respectively.

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Right to Use Assets

The Water Department has recorded right to use assets as a result of implementing GASB 96. The right to use assets are initially measured at an amount equal to the initial measurement of the related subscription liability plus any subscription payments made prior to the term, less incentives, and plus any ancillary charges necessary to place the subscription into service. The right to use assets are amortized on a straight-line basis over the life of the related subscription.

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 for each of the years ended June 30, 2024 and 2023, 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, 2024 and 2023 is included as a component of interest expense.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Notes to Financial Statements

June 30, 2024 and 2023

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, 2024 and 2023.

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."

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Notes to Financial Statements

June 30, 2024 and 2023

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.

Reclassification

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to confirm with the presentation in the current year 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, 2024, the Water Department had approximately \$8,496,000 in deposit balances, of which \$750,000 were FDIC insured and the remaining balances were collateralized by securities held by the bank in the Utilities' name. Additionally, the Water Department had approximately \$16,466,000 in certificates of deposit reported as investments in the Statements of Net Position, all of which were FDIC insured.

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NOTE 4: RESTRICTED CASH AND INVESTMENTS

Restricted cash and investments are held for specific purposes at June 30, 2024 and 2023 as follows:

	2024	2023
Meter deposits	\$ 1,682,079	\$ 1,506,814
Debt service reserve	991,031	734,499
Depreciation reserve for additional replacements to the water system	2,783,973	2,723,804
New customer fees collected for additions of fixed assets	878,265	458,548
	<u>\$ 6,335,348</u>	<u>\$ 5,423,665</u>

Rogers Water Utilities Water Department
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Notes to Financial Statements
June 30, 2024 and 2023

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, 2024, investments of the Water Department were fully collateralized or insured.

At June 30, 2024 and 2023, the Water Department's investments consisted of \$16,466,320 and \$15,918,443, respectively, held in certificates of deposit and \$1,869,296 and \$1,193,048, respectively, held in United States government securities. All investments at June 30, 2024 and 2023 had maturities of less than five years.

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Notes to Financial Statements
June 30, 2024 and 2023

NOTE 6: CHANGES IN FIXED ASSETS

	Balance June 30, 2023	Transfers/ Additions	Disposals	Balance June 30, 2024
Land	\$ 735,631	\$ 35	\$ -	\$ 735,666
Buildings	1,759,282	5,200	-	1,764,482
Equipment	80,444,442	1,602,762	(173)	82,047,031
Vehicles	623,991	43,031	(18,995)	648,027
Right of use subscription asset	1,134,932	-	-	1,134,932
Contributed property	60,195,942	5,237,542	-	65,433,484
Construction in progress	3,384,813	3,240,200	(530,586)	6,094,427
	148,279,033	10,128,770	(549,754)	157,858,049
Accumulated depreciation and amortization	(45,363,451)	ONLY (3,378,998)	18,995	(48,723,454)
	\$ 102,915,582	\$ 6,749,772	\$ (530,759)	\$ 109,134,595
	140,382,285	10,196,622	(2,299,874)	148,279,033
Accumulated depreciation and amortization	(42,172,026)	(3,191,425)	-	(45,363,451)
	\$ 98,210,259	\$ 7,005,197	\$ (2,299,874)	\$ 102,915,582

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Notes to Financial Statements
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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 / DUE FROM 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, 2024 and 2023 are shown in the Statements of Net Position under the caption "Due from sewer department" or "Due to sewer department."

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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%.

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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 of the Series 2016 bonds. During the years ended June 30, 2024 and 2023, 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 ~~one~~ bonds outstanding. The debt service coverage ratio, calculated as described in the bond documents, as of June 30, 2024 and 2023 is 4.78 and 5.00, respectively. Total interest paid during the years ended June 30, 2024 and 2023 totaled \$569,709 and \$596,054, respectively. No interest was capitalized during the years ended June 30, 2024 and 2023.

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, 2024 and 2023.

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

Year ending June 30,	Principal	Interest	Total
2025	\$ 1,215,000	\$ 537,644	\$ 1,752,644
2026	1,255,000	496,419	1,751,419
2027	1,295,000	451,706	1,746,706
2028	1,345,000	403,256	1,748,256
2029	1,400,000	352,872	1,752,872
2030-2034	7,940,000	871,439	8,811,439
2035-2036	1,975,000	126,011	2,101,011
Total	\$ 16,425,000	\$ 3,239,347	\$ 19,664,347

Rogers Water Utilities Water Department

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Notes to Financial Statements

June 30, 2024 and 2023

Following is a summary of changes in bonds payable:

	Balance June 30, 2023	Increases	Decreases	Balance June 30, 2024	Amounts Due Within One Year
Revenue Refunding					
Bonds, Series 2012	\$ 5,730,000	\$ -	\$ 480,000	\$ 5,250,000	\$ 805,000
Revenue Refunding					
Bonds, Series 2016	11,570,000	-	395,000	11,175,000	410,000
Bonds payable, gross	17,300,000	-	875,000	16,425,000	1,215,000
Plus premiums	370,860	-	30,109	340,751	-
	<u>\$17,670,860</u>	<u>\$ -</u>	<u>\$ 905,109</u>	<u>\$16,765,751</u>	<u>\$ 1,215,000</u>
	Balance June 30, 2022	FOR PRELIMINARY DISCUSSION PURPOSES ONLY LANDMARK PLC CERTIFIED PUBLIC ACCOUNTANTS		Balance June 30, 2023	Amounts Due Within One Year
Revenue Refunding					
Bonds, Series 2012	\$ 6,195,000	\$ -	\$ 465,000	\$ 5,730,000	\$ 480,000
Revenue Refunding					
Bonds, Series 2016	11,950,000	-	380,000	11,570,000	395,000
Bonds payable, gross	18,145,000	-	845,000	17,300,000	875,000
Plus premiums	400,970	-	30,110	370,860	-
	<u>\$18,545,970</u>	<u>\$ -</u>	<u>\$ 875,110</u>	<u>\$17,670,860</u>	<u>\$ 875,000</u>

NOTE 10: SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The Water Department has two subscription-based information technology arrangements for enterprise resource planning software. During 2023, the Water Department adopted GASB 96, *Subscription-based Information Technology Arrangements*, and recognized a subscription asset and a subscription liability, discounted at 5%, in the statements of net position. The agreements have terms of three to four years, but automatically renew for a maximum of seven years. The Water Department recognized subscription amortization and interest expense of \$162,133 and \$16,220, respectively, which are included in the statements of revenues, expenses and changes in net position in operating expenses and other expenses for the fiscal year ended June 30, 2024.

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As of June 30, 2024 and 2023, the value of the subscription assets was \$1,134,932 and had accumulated amortization of \$551,960 and \$389,827, respectively.

Future payments on the subscription liability are as follows:

Year ending June 30,	Principal	Interest	Total
2025	\$ 74,534	\$ 12,592	\$ 87,126
2026	78,347	8,779	87,126
2027	82,356	4,770	87,126
2028	57,724	1,304	59,028
Total	\$ 292,961	\$ 27,445	\$ 320,406

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NOTE 11: COMMITMENTS AND CONCENTRATION

The Water Department is committed to several construction contracts in process at year end totaling \$3,410,795. As of June 30, 2024, \$1,557,451 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, 2024 and 2023 were \$94,006 and \$87,888, respectively.

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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, 2024 and 2023 was \$15,620 and \$15,390, respectively. At June 30, 2024 and 2023, there were four 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.

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.

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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	FOR PRELIMINARY DISCUSSION PURPOSES ONLY	2.07%
Contributory, on or after 7/1/2005, but prior to 7/1/2007		2.03%
Contributory on or after 7/1/2007	LANDMARK PLC CERTIFIED PUBLIC ACCOUNTANTS	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.

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Notes to Financial Statements June 30, 2024 and 2023

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, 2023. 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/apers/investments/reports-and-resources/>.

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

The collective Net Pension Liability of \$2,914,186,564 was measured as of June 30, 2023, 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, 2024 and 2023, the Water Department reported deferred outflows of resources and deferred inflows of resources as of June 30, 2023 and 2022, respectively, related to pensions from the following sources:

2024	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 133,472	\$ (12,990)
Changes of assumptions	111,162	-
Changes in proportion and differences between employer contributions and proportionate share	146,776	-
Net difference between projected and actual earnings on pension plan investments	294,297	-
Contributions subsequent to measurement date	340,687	-
Balance, June 30, 2023	<u>\$ 1,026,394</u>	<u>\$ (12,990)</u>

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June 30, 2024 and 2023

2023	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 49,293	\$ (24,719)
Changes of assumptions	-	-
Changes in proportion and differences between employer contributions and proportionate share	137,356	(1,930)
Net difference between projected and actual earnings on pension plan investments	433,209	-
Contributions subsequent to measurement date	286,024	-
Balance, June 30, 2022	<u>\$ 905,882</u>	<u>\$ (26,649)</u>

Contributions made subsequent to the measurement date will be reversed in fiscal year ending June 30, 2025, and will not be amortized in the schedule of 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:

2025	\$ 223,828
2026	110,624
2027	639,648
2027	(35,449)

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Notes to Financial Statements

June 30, 2024 and 2023

Actuarial Assumptions

The total pension liability in the June 30, 2023 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	23 years (6.6 years for District Judges New Plan/Paid Off Old Plan and 15 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	7.00%
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 fully generational mortality improvements using Scale MP-2017.

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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, 2023 are summarized in the table below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Broad Domestic Equity	37%	6.19%
International Equity	24%	6.77%
Real Estate	16%	3.34%
Absolute Return	5%	3.36%
Domestic Fixed	18%	1.79%
Total	100%	

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Discount Rate

A single discount rate of 7.00% 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 7.00%. 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 7.00%, as well as what the Net Pension Liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

Sensitivity of Discount Rate

1% Lower 6.00%	Discount Rate 7.00%	1% Higher 8.00%
\$ 3,768,825	\$ 2,364,516	\$ 1,207,498

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Notes to Financial Statements
June 30, 2024 and 2023

NOTE 14: SUBSEQUENT EVENTS

Management has evaluated subsequent events through Month XX 2024, the date that the financial statements were available to be issued.

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Required Supplementary Information

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Rogers Water Utilities Water Department
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**Schedules of the Water Department's Proportionate
Share of the Net Pension Liability
Years ended June 30, 2024 through 2015**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Proportion of the net pension liability	0.08%	0.08%	0.07%	0.06%	0.06%	0.07%	0.07%	0.06%	0.06%	0.05%
Proportionate share of the net pension liability	\$ 2,364,516	\$ 2,047,819	\$ 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	\$ 2,266,273	\$ 1,821,691	\$ 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	104.34%	112.41%	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	77.94%	78.31%	93.57%	75.38%	78.55%	79.59%	75.65%	75.50%	80.39%	84.15%

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Schedules of Contributions
Years ended June 30, 2024 through 2015

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 340,687	\$ 286,024	\$ 252,768	\$ 221,192	\$ 209,887	\$ 187,751	\$ 185,515	\$ 183,273	\$ 161,515	\$ 149,290
Contributions in relation to the contractually required contribution	\$ (340,687)	\$ (286,024)	\$ (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	\$ 2,266,273	\$ 1,821,691	\$ 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	15.03%	15.70%	15.05%	15.04%	15.27%	14.85%	14.46%	14.31%	13.48%	13.74%

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Supplementary Information

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Schedules of Operating Expenses Years ended June 30, 2024 and 2023

	<u>2024</u>	<u>2023</u>
WATER PURCHASED	<u>\$ 5,841,341</u>	<u>\$ 5,550,708</u>
PLANT OPERATIONS AND DISTRIBUTION		
Employee benefits	405,117	255,392
Insurance	44,178	46,577
Operating supplies and other	155,168	149,727
Payroll taxes	81,026	63,892
Repairs and maintenance	464,874	486,588
Salaries	1,120,269	896,337
Utilities	<u>95,380</u>	<u>99,050</u>
	<u>2,366,012</u>	<u>1,997,563</u>
GENERAL AND ADMINISTRATIVE		
Bad debts	157,653	30,959
Employee benefits	410,375	284,091
Insurance	20,343	28,067
Office supplies and postage	170,640	143,725
Other	356,904	335,048
Payroll taxes	85,695	75,469
Professional fees	47,135	41,050
Salaries	1,082,259	855,441
Taxes and fees	140,765	140,765
Utilities	<u>24,501</u>	<u>31,739</u>
	<u>2,496,270</u>	<u>1,966,354</u>
DEPRECIATION AND AMORTIZATION	<u>3,378,999</u>	<u>3,191,425</u>
TOTAL OPERATING EXPENSES	<u>\$ 14,082,622</u>	<u>\$ 12,706,050</u>

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CERTIFIED PUBLIC ACCOUNTANTS**

See Independent Auditor's Report.

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, 2024

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL
2025	\$ 805,000		\$ 163,500	\$ 968,500
2026	830,000		138,975	968,975
2027	855,000		111,563	966,563
2028	885,000		81,113	966,113
2029	920,000		49,525	969,525
2030	955,000		16,713	971,713
Balance, June 30, 2024	\$ 5,250,000		\$ 561,389	\$ 5,811,389

Dated: April 18, 2012

Principal Payment Date: November 1

Interest Payment Dates: November 1 and May 1

Payable to: Regions Bank; Little Rock, Arkansas

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See Independent Auditor's Report.

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, 2024

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL
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	5.13%	3,437	223,437
Balance, June 30, 2024	\$ 11,175,000		\$ 2,677,958	\$ 13,852,958

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Principal Payment Date: November 1

Interest Payment Dates: November 1 and May 1

Payable to: Regions Bank; Little Rock, Arkansas

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, 2024

Fixed Assets

	Balance June 30, 2023	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2024
Land	\$ 273,620	\$ -	\$ -	\$ 273,620
Office equipment	640,456	19,826	(173)	660,109
Vehicles	623,991	43,031	(18,995)	648,027
Shop equipment	46,900	1,357	-	48,257
Field equipment	901,968	59,988	-	961,956
Radio equipment	32,945	987	-	33,932
Pumping equipment	90,979	6,349	-	97,328
Water meters	4,272,889	684,289	-	4,957,178
Water services	1,378,630	-	-	1,378,630
Water tower	13,506,750	4,000	-	13,510,750
Main line	59,572,925	825,966	-	60,398,891
Structures and parking lots	1,759,282	5,200	-	1,764,482
Easements	462,011	35	-	462,046
Contributed water main	60,195,942	5,237,542	-	65,433,484
	143,759,288	6,888,570	(19,168)	150,628,690
Right to use subscription asset	1,134,932	-	-	1,134,932
Construction in progress	3,384,813	3,240,200	(530,586)	6,094,427
	<u>\$ 148,279,033</u>	<u>\$ 10,128,770</u>	<u>\$ (549,754)</u>	<u>\$ 157,858,049</u>

Accumulated Depreciation and Amortization

Office equipment	\$ 431,993	\$ 43,111	\$ -	\$ 475,104
Vehicles	503,178	55,466	(18,995)	539,649
Shop equipment	46,683	376	-	47,059
Field equipment	612,542	57,478	-	670,020
Radio equipment	26,434	2,618	-	29,052
Pumping equipment	64,435	5,000	-	69,435
Water meters	1,111,900	224,419	-	1,336,319
Water services	1,343,428	10,910	-	1,354,338
Water tower	5,448,835	321,202	-	5,770,037
Main line	20,875,092	1,199,359	-	22,074,451
Structures and parking lots	1,299,539	62,749	-	1,362,288
Contributed water main	13,209,565	1,234,177	-	14,443,742
Right of use subscription asset	389,827	162,133	-	551,960
	<u>\$ 45,363,451</u>	<u>\$ 3,378,998</u>	<u>\$ (18,995)</u>	<u>\$ 48,723,454</u>

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, 2023

Fixed Assets

	<u>Balance</u> <u>June 30, 2022</u>	<u>Transfers/ Additions</u>	<u>Transfers/ Disposals</u>	<u>Balance</u> <u>June 30, 2023</u>
Land	\$ 273,620	\$ -	\$ -	\$ 273,620
Office equipment	479,815	160,641	-	640,456
Vehicles	613,591	10,400	-	623,991
Shop equipment	46,900	-	-	46,900
Field equipment	813,628	88,340	-	901,968
Radio equipment	32,402	543	-	32,945
Pumping equipment	90,979	-	-	90,979
Water meters	3,730,108	542,781	-	4,272,889
Water services	1,378,630	-	-	1,378,630
Water tower	13,498,650	8,100	-	13,506,750
Main line	57,123,982	2,448,943	-	59,572,925
Structures and parking lots	1,744,205	15,077	-	1,759,282
Easements	460,361	-	-	462,011
Contributed water main	54,991,019	5,204,923	-	60,195,942
	135,277,890	8,481,398	-	143,759,288
Right of use subscription asset	1,134,932	-	-	1,134,932
Construction in progress	3,969,463	1,715,225	(2,299,875)	3,384,813
	<u>\$ 140,382,285</u>	<u>\$ 10,196,623</u>	<u>\$ (2,299,875)</u>	<u>\$ 148,279,033</u>

**Accumulated Depreciation
and Amortization**

Office equipment	\$ 394,010	\$ 37,983	\$ -	\$ 431,993
Vehicles	449,808	53,370	-	503,178
Shop equipment	46,271	412	-	46,683
Field equipment	560,226	52,316	-	612,542
Radio equipment	23,953	2,481	-	26,434
Pumping equipment	56,941	7,494	-	64,435
Water meters	935,085	176,815	-	1,111,900
Water services	1,329,453	13,975	-	1,343,428
Water tower	5,126,412	322,423	-	5,448,835
Main line	19,726,475	1,148,617	-	20,875,092
Structures and parking lots	1,236,685	62,854	-	1,299,539
Contributed water main	12,059,013	1,150,552	-	13,209,565
Right of use subscription asset	227,694	162,133	-	389,827
	<u>\$ 42,172,026</u>	<u>\$ 3,191,425</u>	<u>\$ -</u>	<u>\$ 45,363,451</u>

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, 2024 and 2023

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 7/1/2023, new rates effective 7/1/2023 and the rates effective 7/1/2024 are shown below.

Monthly Water Rates For Customers		Inside the City		
		Prior to 7/1/2023	Effective 7/1/2023	Effective 7/1/2024
First 1,500 gallons or portion thereof		\$9.81 minimum	\$10.20 minimum	\$10.61 minimum
Next 98,500 gallons		\$4.26 / thousand	\$4.43 / thousand	\$4.60 / thousand
Next 400,000 gallons		\$3.77 / thousand	\$3.92 / thousand	\$4.08 / thousand
Next 500,000 gallons		\$3.43 / thousand	\$3.57 / thousand	\$3.71 / thousand
All in excess of 1,000,000 gallons		\$3.20 / thousand	\$3.33 / thousand	\$3.47 / thousand

Monthly Water Rates For Customers		Outside the City		
		Prior to 7/1/2023	Effective 7/1/2023	Effective 7/1/2024
First 1,500 gallons or portion thereof		\$12.86 minimum	\$13.06 minimum	\$13.58 minimum
Next 98,500 gallons		\$5.42 / thousand	\$5.64 / thousand	\$5.87 / thousand
Next 400,000 gallons		\$4.81 / thousand	\$5.01 / thousand	\$5.21 / thousand
Next 500,000 gallons		\$4.37 / thousand	\$4.55 / thousand	\$4.73 / thousand
All in excess of 1,000,000 gallons		\$4.10 / thousand	\$4.26 / thousand	\$4.44 / thousand

See Independent Auditor's Report.

Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Water Customers June 30, 2024 and 2023

WATER CUSTOMER CLASSIFICATIONS	NUMBER OF CUSTOMERS	
	2024	2023
Residential customers	33,318	32,620
Commercial customers	3,244	3,174
Industrial customers	47	46
	36,609	35,840

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Rogers Water Utilities Water Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Billable Gallons Years ended June 30, 2024 and 2023

BILLABLE GALLONS CLASSIFICATIONS	NUMBER OF BILLABLE GALLONS	
	2024	2023
Residential customers	1,767,092,254	1,866,803,656
Commercial customers	1,063,226,200	1,023,016,200
Industrial customers	473,788,600	478,519,700
	<u>3,304,107,054</u>	<u>3,368,339,556</u>

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

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, 2024, 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 **Month XX, 2024**.

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.



Rogers, Arkansas
Month XX, 2024



The logo for Rogers Water Utilities (RWU) features the letters "RWU" in a large, white, sans-serif font. To the right of the letters is a blue graphic consisting of three curved, overlapping shapes that resemble stylized waves or a swoosh.

ROGERS WATER UTILITIES

**Rogers Water Utilities
Sewer Department**

**Financial Statements
and
Supplementary Information**

June 30, 2024 and 2023

FOR PRELIMINARY

DISCUSSION PURPOSES

ONLY

(With Independent Auditor's Report Thereon)

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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, 2024 and 2023, 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, 2024 and 2023, 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.

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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.

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 **ONLY** 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 11 and pension schedules on pages 37 and 38 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.

Additional Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Department's basic financial statements. The accompanying other 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 has been subjected to the auditing procedures applied in the audit 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 additional supplementary information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have issued our report dated Month XX, 2024 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

Month XX, 2024

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Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 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, 2024, 2023, and 2022. 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 \$12,260,315 or 8.6% over fiscal year 2023. Net position increased by \$8,706,894 or 6.5% in fiscal year 2023 over 2022.
- Sewer Department operating revenues increased by \$1,359,578 or 7.5% from fiscal year 2023. Operating revenues increased by \$1,294,783, or 7.7% in 2023 over 2022.
- Operating expenses increased by \$1,365,813 or 10.2% from fiscal year 2023. Operating expenses increased by \$2,057,864, or 18.2% in 2023 over 2022.
- Net position before capital contributions increased by \$8,638,887 during fiscal year 2024. In fiscal year 2023, net position before capital contributions increased by \$5,068,443.

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Rogers Sewer Department Fiscal Year 2024 Highlights

- The change in net position before capital contributions exceeded budget by \$4,878,887 and was more than prior year operating results by \$3,570,444. A key contributor to this was government grant revenues of \$2,812,108.
- The number of customers increased by 463 or 1.8% from the prior year. Billed sewer consumption increased by 1.3%.
- After implementing the Tyler Technologies software for billing and accounting functions in fiscal year 2023, RWU also transitioned its timekeeping system to Tyler's Time & Attendance module in January 2024. For asset management, RWU went "live" with Cityworks in October 2023. As a joint project with the City of Rogers, Cityworks has streamlined the plan review process for RWU Engineering staff and their city counterparts. This software implementation prompted RWU to convert its AutoCAD asset records into shapefiles and import them into ESRI ArcGIS for improved asset record inquiries and maintenance.
- RWU continued its City-wide meter change out program, investing \$604,000 in replacement meters. At this rate, the 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.
- In April 2024, RWU issued a Sewer Revenue Bond in the principal amount of \$31,246,250 to fund Phase II of the Rogers Pollution Control Facility Solids Handling Project. The project scope includes the acquisition of redundant solids dryers as well as all associated buildings and equipment. Financing was arranged through the Arkansas Clean Water State Revolving Loan Fund,

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

administered by the Arkansas Natural Resources Commission. At 1.5%, the borrowing rate was significantly lower than available financing alternatives.

- In December 2022, the Arkansas Natural Resources Commission (ANRC) approved \$270 million dollars in American Rescue Plan Act funding for Arkansas Drinking Water and Wastewater providers. From this pool, the ANRC awarded \$2,472,738 for the Rogers Pollution Control Facility Bardenpho Treatment Basins (Train I and II) Rehab and Repair Project. These grant funds were disbursed to RWU in fiscal year 2024. The ANRC also awarded \$2,527,260 for Phase II of the Rogers Pollution Control Facility Solids Handling Project. At fiscal year 2024 year-end, RWU had incurred capital expenses of \$339,370, which were eligible for reimbursement from these grant funds. The ARPA grants required RWU to contribute a minimum cost share of 50% of the total project costs.

Rogers Sewer Department Fiscal Year 2023 Highlights

- The Sewer Department's net position increased by \$8,706,894 or 6.5% from fiscal year 2022. Net position increased by \$6,827,617, or 5.4% in 2021 over fiscal year 2021.
- Sewer Department operating revenues increased by \$1,294,783 or 7.7% from fiscal year 2022. Operating revenues increased by \$1,426,116, or 9.2% in 2022 over 2021.
- Operating expenses increased by \$2,057,864 or 18.2% from fiscal year 2022. Operating expenses increased by \$1,074,386, or 10.4% in 2022 over 2021.
- Net position before capital contributions increased by \$5,068,443 or 3.8% during fiscal year 2023. In fiscal year 2022, net position before capital contributions increased by \$5,357,041.
- The change in net position before capital contributions exceeded budget by \$448,443 and was less than prior year operating results by \$288,598.
- The number of customers increased by 433 or 1.72% from the prior year. Billed sewer consumption increased by 6.65%.
- Continue with two (2) software integrations, Cityworks, for asset management, and Tyler Technologies, for billing and accounting functions. Both projects are still ongoing. RWU went "live" with Tyler Technologies on September 6, 2022. Cityworks is scheduled to go "live" in October 2023.
- RWU will continue the \$550,000/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. This 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 Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

- The Arkansas Natural Resources Commission (ANRC) approved \$270 million dollars in American Rescue Plan Act funding for Arkansas Drinking Water and Wastewater providers. The ANRC selected two RWU projects to receive this funding. The Bardenpho Treatment Basins Train I and II Rehab and Repair (awarded a grant in the amount of \$2,527,260). The maximum award for any applicant was capped at \$5 million dollars.

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%.

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, 2024, 2023, and 2022

Financial Highlights

Assets, Liabilities and Net Position

	2024	2023	2022
Assets			
Total current assets	\$ 23,853,264	\$ 26,279,959	\$ 24,585,624
Restricted cash and investments	2,489,033	2,013,088	1,437,218
Other noncurrent assets	141,109,253	126,463,953	120,703,840
Total assets	\$ 167,451,550	\$ 154,757,000	\$ 146,726,682
Deferred Outflows of Resources			
Pension costs	\$ 1,565,815	\$ 1,403,871	\$ 487,937
Liabilities			
Total current liabilities	\$ 4,440,753	\$ 3,801,824	\$ 2,885,301
Liabilities payable from restricted assets	38,234	46,367	54,200
Noncurrent liabilities	10,096,513	10,068,138	9,169,299
Total liabilities	\$ 14,575,500	\$ 13,916,329	\$ 12,108,800
Deferred Inflows of Resources			
Pension costs	\$ 20,436	\$ 42,366	\$ 1,571,922
Deferred bond refunding gain	186,635	225,249	263,864
Total deferred inflows of resources	\$ 207,071	\$ 267,615	\$ 1,835,786
Net Position			
Invested in capital assets, net of related debt	\$ 133,131,119	\$ 118,085,465	\$ 110,825,637
Restricted	2,450,799	1,966,721	1,383,018
Unrestricted	18,652,876	21,924,741	21,061,378
Total net position	\$ 154,234,794	\$ 141,976,927	\$ 133,270,033
Operating Results and Changes in Net Position			
Operating revenues	\$ 19,483,870	\$ 18,124,292	\$ 16,829,509
Operating expenses			
Depreciation and amortization	5,704,252	5,436,121	5,039,730
Other operating expenses	9,048,533	7,950,851	6,289,378
Total operating expenses	14,752,785	13,386,972	11,329,108
Operating income	4,731,085	4,737,320	5,500,401
Other revenues (expenses)			
Interest expense	(119,180)	(164,329)	(214,013)
Other income (expenses)	4,024,534	495,452	70,653
Total other revenues (expenses)	3,905,354	331,123	(143,360)
Changes in net position before capital contributions	8,636,439	5,068,443	5,357,041
Capital Contributions	3,621,428	3,638,451	1,470,576
Change in Net Position	12,257,867	8,706,894	6,827,617
Net Position, Beginning of Year	141,976,927	133,270,033	126,442,416
Net Position, End of Year	\$ 154,234,794	\$ 141,976,927	\$ 133,270,033

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Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

Capital Asset and Debt Administration

Capital Asset

As of June 30, 2024, the Sewer Department's investment in capital assets was \$141,109,000 (net of accumulated depreciation). This investment of capital assets included land, buildings, improvements, machinery and equipment, right of use subscriptions and contributed property.

Major capital asset events include the following:

- Construction costs of \$12,433,000 during fiscal year 2024 were incurred on a variety of sewer system and rehab projects. \$4,201,000 of constructed assets were completed and placed in service, consisting mostly of large diameter sewer rehab and miscellaneous sewer line repair projects. In addition, \$3,621,000 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 state of revenues, expenses, and changes in net position. In 2023, the Sewer Department had construction of \$5,357,000 and contributed capital of \$3,628,000, and in 2022, construction of \$4,889,000 and contributed capital of \$1,459,000.
- Capital expenditures for additions and improvements to the Sewer Department, in addition to the constructed assets, were \$4,295,000 in fiscal year 2024, as compared to \$2,211,000 in 2023 and \$941,000 in 2022.

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

Long-Term Debt

Outstanding principal on the 2016 Sewer Revenue Bonds was \$5,375,000 as of June 30, 2024, which is a decrease of \$1,220,000 from 2023 resulting from scheduled principal payments. Outstanding principal on the 2016 Sewer Revenue Bonds was \$6,995,000 as of June 30, 2023, which was a decrease of \$1,175,000 from 2022 resulting from scheduled principal payments.

Outstanding principal on the 2024 Sewer Revenue Bond was \$1,151,134 as of June 30, 2024. Issued April 2024, this bond is held and administered by the Arkansas Natural Resources Commission. RWU has begun drawing down bond proceeds as it incurs expenses related to its Rogers Pollution Control Facility Solids Handling, Phase II Project. The first principal payment is not due until December 2026.

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

Additional Management Comments

RWU has completed Master Plans for the water distribution system, the sewer collection system, and the Rogers Pollution Control Facility. These plans account for the projected build-out of Rogers by 2045. The plans provide conservative cost estimates for future capital improvements that will allow the Utility to provide reliable service to current and future customers. These estimates will be further refined by in depth design contracts and will be vital for future budgeting and rate studies for the Utility.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

During fiscal year 2020, the Rogers Waterworks and Sewer Commission and the Rogers City Council approved a 5-year schedule for annual rate increases. The schedule became effective April 2020 with the fifth increase taking effect July 2024. Anticipating the need for a new 5-year schedule, RWU hired a rate study consultant in fiscal year 2024. The data-driven approach to the current study is considering revenue requirements related to ongoing operations and maintenance as well as the timing of planned capital projects. The study is also considering required minimum reserves and additional funding sources including likely future bond issues.

In fiscal year 2024, the Rogers Sewer Department funded capital improvements from reserves, bond proceeds, and ARPA grants. Significant projects in progress at the end of fiscal year 2024 include Pinnacle area sanitary sewer improvements, various street improvements in collaboration with the City of Rogers, and equipment acquisition and engineering design for the RPCF Solids Handling Phase II project. Major projects expected in fiscal year 2025 include construction of the RPCF Solids Handling Phase II project, engineering design for capacity improvements at the Pollution Control Facility, sewer main improvements at Blossom Way and Pinnacle, as well as miscellaneous sewer rehab and repair projects.

A Memorandum of Agreement was reached between the State of Arkansas and the State of Oklahoma on November 13, 2018 with regard to Total Maximum Daily Load (TMDL) 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 can 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. At this time, no new permit has been received.

The Information Technology department at RWU continues to implement confidential projects that reduce the risk of cyberattacks including ransomware. Continuous training of all RWU employees is a major component of this strategy as well as vulnerability testing on a regular basis with the Department of Homeland Security and CISA.

The final migration from the IBM AS400 environment was completed in fiscal year 2024. Development of custom solutions and automation continues in the Microsoft 365 environment. The installation of Cityworks software in fiscal year 2024 allows for a cloud-based GIS-centric system that efficiently connects City departments and provides a more robust asset management program. RWU continues to work with the City of Rogers to develop these tools and to integrate them into standard operational processes. RWU also continues to expand its Tyler tools to mitigate pain points in the accounting/billing processes and to improve overall efficiency.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Management's Discussion and Analysis

June 30, 2024, 2023, and 2022

The Information Technology department at RWU has taken steps to eliminate the use of a Managed Service Provider (MSP). RWU has deployed in-house tools to mirror the monitoring and protection provided by the MSP at a fraction of the cost. This cost savings allowed RWU to add another staff position to the IT team in the fiscal year 2025 budget.

RWU also plans to redeploy its SCADA systems in both Water/Sewer collection/distribution, and at the Rogers Pollution Control Facility in fiscal year 2025. This will be a major undertaking that will require investment in new hardware and software in addition to professional services. The goal of this project is to modernize the systems while improving stability, accessibility, scalability, and security.

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Financial Statements

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Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Statements of Net Position

June 30, 2024 and 2023

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

	2024	2023
CURRENT ASSETS		
Cash and cash equivalents	\$ 742,970	\$ 2,705,525
Investments	20,325,561	21,230,920
Accounts receivable, net of allowance for doubtful accounts of \$250,070 and \$169,500, respectively	2,552,438	2,057,056
Inventory	138,186	136,284
Prepaid expenses	94,109	150,174
Total Current Assets	23,853,264	26,279,959
RESTRICTED CASH AND INVESTMENTS		
Restricted cash and cash equivalents	240,559	275,655
Investments	2,248,474	1,737,433
	2,489,033	2,013,088
FIXED ASSETS, NET OF ACCUMULATED DEPRECIATION AND AMORTIZATION	141,109,253	126,463,953
Total Assets	167,451,550	154,757,000
DEFERRED OUTFLOWS OF RESOURCES		
Deferred pension outflows	1,565,815	1,403,871
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 169,017,365	\$ 156,160,871

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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, 2024 and 2023

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION

	2024	2023
CURRENT LIABILITIES (PAYABLE FROM CURRENT ASSETS)		
Accounts payable - trade	\$ 620,264	\$ 216,877
Accounts payable to construction contractors	1,500,797	1,521,000
Accrued expenses	881,643	652,389
Due to water department	23,101	70,813
Current portion of subscription liability	74,534	70,906
Current portion of software hosting	75,414	49,839
Current portion of bonds payable	1,265,000	1,220,000
Total Current Liabilities (Payable from Current Assets)	4,440,753	3,801,824
CURRENT LIABILITIES (PAYABLE FROM RESTRICTED ASSETS)		
Accrued interest payable	38,234	46,367
Total Current Liabilities (Payable from Restricted Assets)	38,234	46,367
LONG-TERM LIABILITIES		
Software hosting payable	-	139,396
Subscription liability	218,427	292,961
Bonds payable, net of unamortized premiums and discounts	6,158,124	6,380,137
Net pension liability	3,719,962	3,255,644
	10,096,513	10,068,138
Total Liabilities	14,575,500	13,916,329
DEFERRED INFLOWS OF RESOURCES		
Deferred pension inflows	20,436	42,366
Deferred bond refunding discounts and premiums	186,635	225,249
	207,071	267,615
NET POSITION		
Invested in capital assets, net of related debt	133,131,119	118,085,465
Restricted	2,450,799	1,966,721
Unrestricted	18,652,876	21,924,741
	154,234,794	141,976,927
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 169,017,365	\$ 156,160,871

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, 2024 and 2023

	2024	2023
OPERATING REVENUES		
Residential sewer	\$ 10,754,882	\$ 10,377,288
Commercial sewer	3,700,044	3,498,632
Industrial sewer	2,472,328	2,395,416
Penalties	185,577	111,223
Access, impact and new customer fees	2,029,790	1,435,740
Other operating revenue	341,249	305,993
	<u>19,483,870</u>	<u>18,124,292</u>
OPERATING EXPENSES		
Pollution control facility and field expense	5,841,337	5,700,405
General and administrative	3,207,196	2,250,446
Depreciation and amortization	5,704,252	5,436,121
	<u>14,752,785</u>	<u>13,386,972</u>
OPERATING INCOME	<u>4,731,085</u>	<u>4,737,320</u>
OTHER REVENUES (EXPENSES)		
Interest income	1,183,158	499,452
Gain on sale of fixed assets	12,171	-
Government grants	2,876,205	-
Interest expense	(119,180)	(164,329)
Bond issuance cost	(43,000)	-
Trustee fees	(4,000)	(4,000)
	<u>3,905,354</u>	<u>331,123</u>
CHANGE IN NET POSITION BEFORE CAPITAL CONTRIBUTIONS	<u>8,636,439</u>	<u>5,068,443</u>
CAPITAL CONTRIBUTIONS	<u>3,621,428</u>	<u>3,638,451</u>
CHANGE IN NET POSITION	<u>12,257,867</u>	<u>8,706,894</u>
NET POSITION, BEGINNING OF YEAR	<u>141,976,927</u>	<u>133,270,033</u>
NET POSITION, END OF YEAR	<u>\$ 154,234,794</u>	<u>\$ 141,976,927</u>

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, 2024 and 2023

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	\$ 16,431,872	\$ 16,032,035
Cash received from access, impact and new customer fees	2,029,790	1,435,740
Cash received from penalties and other operating revenue	526,826	417,216
Payments for salaries and benefits	(4,317,232)	(3,664,745)
Payments to suppliers for goods and services	(3,811,765)	(4,122,272)
Net Cash From Operating Activities	<u>10,859,491</u>	<u>10,097,974</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest income	1,183,158	499,452
Net change in investments	905,359	(3,075,150)
Net change in restricted investments	(511,041)	(607,073)
Net Cash Provided (Used For) Investing Activities	<u>1,577,476</u>	<u>(3,182,771)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Capital expenditures	(16,748,327)	(6,816,797)
Cash received from sale of fixed assets	12,171	-
Government grants	2,876,205	-
Principal payments on bonds	(1,220,000)	(1,175,000)
Proceeds from bond issuance	1,153,582	-
Principal payments on software hosting	(113,821)	(108,051)
Payments on subscription liability	(87,126)	(87,126)
Bond issue cost	(43,000)	-
Interest and paying agent fees, net of capitalized interest	(264,302)	(305,700)
Net Cash (Used For) Capital and Related Financing Activities	<u>(14,434,618)</u>	<u>(8,492,674)</u>
CHANGE IN CASH AND CASH EQUIVALENTS	(1,997,651)	(1,577,471)
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>2,981,180</u>	<u>4,558,651</u>
CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 983,529</u>	<u>\$ 2,981,180</u>

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, 2024 and 2023

	2024	2023
RECONCILIATION OF OPERATING INCOME TO NET CASH FROM OPERATING ACTIVITIES:		
Operating income	\$ 4,731,085	\$ 4,737,320
Adjustments to reconcile operating income to net cash from operating activities:		
Depreciation and amortization	5,704,252	5,436,121
Allowance for doubtful accounts	(80,570)	-
Net change in pension liability	280,444	(37,100)
Changes in assets and liabilities:		
Accounts receivable	(414,812)	(239,301)
Inventory	(1,902)	48,942
Prepaid expenses	56,065	(6,689)
Accounts payable - trade	403,387	(108,543)
Accrued expenses	229,254	164,816
Due from/to water department	(47,712)	102,408
Net Cash From Operating Activities	\$ 10,859,491	\$ 10,097,974
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	742,820	2,705,375
	742,970	2,705,525
RESTRICTED CASH AND CASH EQUIVALENTS		
Construction account	324	-
Depreciation savings	240,235	275,655
	240,559	275,655
TOTAL CASH AND CASH EQUIVALENTS AND RESTRICTED CASH AND CASH EQUIVALENTS	\$ 983,529	\$ 2,981,180
NONCASH TRANSACTIONS		
Capital contributions of property and equipment	\$ 3,621,428	\$ 3,638,451
Property and equipment additions included in accounts payable to construction contractors	\$ 1,500,797	\$ 1,521,000
Interest on right of use subscription liability	\$ 16,220	\$ 19,672

See accompanying notes to financial statements.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Notes to Financial Statements

June 30, 2024 and 2023

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.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Notes to Financial Statements

June 30, 2024 and 2023

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, 2024 and 2023, the Sewer Department had cash equivalents of \$2,248,474 and \$1,737,434, 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 average cost 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, 2024 and 2023, 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, 2024 and 2023, cumulative contributed capital fixed assets amounted to approximately \$55,537,000 and \$51,915,000, respectively.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Notes to Financial Statements June 30, 2024 and 2023

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, 2024 and 2023 amounted to approximately \$6,285,000 and \$5,839,000, respectively.

Right to Use Assets

The Sewer Department has recorded right to use assets as a result of implementing GASB 96. The right to use assets are initially measured at an amount equal to the initial measurement of the related subscription liability plus any subscription payments made prior to the term, less incentives, and plus any ancillary charges necessary to place the subscription into service. The right to use assets are amortized on a straight-line basis over the life of the related subscription.

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 for each of the years ended June 30, 2024 and 2023, is included as a component of interest expense.

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 \$38,614 and \$38,614 is included as a component of interest expense for each of the years ended June 30, 2024 and 2023.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Notes to Financial Statements

June 30, 2024 and 2023

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, 2024 and 2023.

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 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.

Reclassification

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to confirm with the presentation in the current year financial statements.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

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June 30, 2024 and 2023

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.

NOTE 3: DEPOSITS IN FINANCIAL INSTITUTIONS

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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, 2024, the Sewer Department had approximately \$4,202,000 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 \$20,325,000 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, 2024 and 2023 as follows:

	2024	2023
Debt service reserve	\$ 939,099	\$ 883,279
Construction fund	324	-
Depreciation reserve for additional replacements to the sewer system	240,235	275,655
New customer fees collected for additions of fixed assets	1,309,375	854,154
	<u>\$ 2,489,033</u>	<u>\$ 2,013,088</u>

Rogers Water Utilities Sewer Department

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June 30, 2024 and 2023

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, 2024, investments of the Sewer Department were fully collateralized or insured.

At June 30, 2024 and 2023, the Sewer Department's investments consisted of \$20,325,561 and \$21,230,920, respectively, held in certificates of deposit and \$2,248,474 and \$1,737,433, respectively, held in cash and United States government securities. All investments at June 30, 2024 and 2023 had maturities of less than five years.

Rogers Water Utilities Sewer Department
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Notes to Financial Statements
June 30, 2024 and 2023

NOTE 6: CHANGES IN FIXED ASSETS

	Balance June 30, 2023	Transfers/ Additions	Disposals	Balance June 30, 2024
Land	\$ 1,805,153	\$ -	\$ -	\$ 1,805,153
Buildings	73,300,304	340,388	-	73,640,692
Equipment	59,779,004	8,046,461	(66,306)	67,759,159
Vehicles	1,690,756	109,299	(14,188)	1,785,867
Right to use subscription asset	1,134,932	-	-	1,134,932
Contributed property	51,915,446	3,621,428	-	55,536,874
Construction in progress	7,805,559	12,433,146	(4,200,998)	16,037,707
	197,431,154	24,550,722	(4,281,492)	217,700,384
Accumulated depreciation and amortization	(70,967,201)	(5,704,252)	80,322	(76,591,131)
	<u>\$ 126,463,953</u>	<u>\$ 18,846,470</u>	<u>\$ (4,201,170)</u>	<u>\$ 141,109,253</u>

	Balance June 30, 2022	Transfers/ Additions	Disposals	Balance June 30, 2023
Land	\$ 1,805,153	\$ -	\$ -	\$ 1,805,153
Buildings	72,723,843	576,461	-	73,300,304
Equipment	57,620,312	2,158,692	-	59,779,004
Vehicles	1,386,206	304,550	-	1,690,756
Right to use subscription asset	1,134,932	-	-	1,134,932
Contributed property	48,287,196	3,628,250	-	51,915,446
Construction in progress	3,277,278	5,357,295	(829,014)	7,805,559
	186,234,920	12,025,248	(829,014)	197,431,154
Accumulated depreciation and amortization	(65,531,080)	(5,436,121)	-	(70,967,201)
	<u>\$ 120,703,840</u>	<u>\$ 6,589,127</u>	<u>\$ (829,014)</u>	<u>\$ 126,463,953</u>

Rogers Water Utilities Sewer Department
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Notes to Financial Statements
June 30, 2024 and 2023

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 DUE TO 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, 2024 and 2023 are shown in the Statements of Net Position under the captions "Due from water department" and "Due to water department."

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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, 2024 and 2023, 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.

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Notes to Financial Statements

June 30, 2024 and 2023

Series 2024 Sewer Revenue Bonds

On April 10, 2024, the Sewer Department issued \$31,246,250 in Sewer Revenue Bonds (Series 2024) with interest and servicing fee rates of 0.50% and 1.00%, respectively. The bond matures in fiscal year 2047 with principal, interest and servicing fee payments due the first of each month commencing on December 1, 2026. The Series 2024 bonds had issuance costs of \$43,000 which were expensed in the period incurred and are included in the Statements of Revenues, Expenditures, and Changes in Net Position under the Other expenses section.

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, 2024 and 2023, is 7.10 and 7.24, respectively. Total interest paid during the years ended June 30, 2024 and 2023 totaled \$245,667 and \$293,867, respectively. No interest was capitalized during the years ended June 30, 2024 and 2023.

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, 2024 and 2023.

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

Year Ending June 30,	Principal	Interest	Total
2025	\$ 1,265,000	\$ 204,100	\$ 1,469,100
2026	1,315,000	152,500	1,467,500
2027	2,149,975	369,366	2,519,341
2028	1,786,159	490,782	2,276,941
2029	370,000	7,400	377,400
Total	<u>\$ 6,886,134</u>	<u>\$ 1,224,148</u>	<u>\$ 8,110,282</u>

Rogers Water Utilities Sewer Department

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Notes to Financial Statements

June 30, 2024 and 2023

Following is a summary of changes in bonds payable:

	Balance June 30, 2023	Increases	Decreases	Balance June 30, 2024	Amounts Due Within One Year
Revenue Refunding Bonds, Series 2016	\$ 6,955,000	\$ -	\$ 1,220,000	\$ 5,735,000	\$ 1,265,000
Revenue Refunding Bonds, Series 2024	-	1,153,582	-	1,153,582	-
Plus premiums	645,137	-	110,595	534,542	-
	<u>\$ 7,600,137</u>	<u>\$ 1,153,582</u>	<u>\$ 1,330,595</u>	<u>\$ 7,423,124</u>	<u>\$ 1,265,000</u>

	Balance June 30, 2022	Increases	Decreases	Balance June 30, 2023	Amounts Due Within One Year
Revenue Refunding Bonds, Series 2016	\$ 8,130,000	\$ -	\$ 1,175,000	\$ 6,955,000	\$ 1,220,000
Plus premiums	755,732	-	110,595	645,137	-
	<u>\$ 8,885,732</u>	<u>\$ -</u>	<u>\$ 1,285,595</u>	<u>\$ 7,600,137</u>	<u>\$ 1,220,000</u>

NOTE 10: SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The Sewer Department has two subscription-based information technology arrangements for enterprise resource planning software. During 2023, the Sewer Department adopted GASB 96, *Subscription-based Information Technology Arrangements*, and recognized a subscription asset and a subscription liability, discounted at 5%, in the statements of net position. The agreements have terms of three to four years, but automatically renew for a maximum of seven years. The Sewer Department recognized subscription amortization and interest expense of \$162,133 and \$16,220, respectively, which are included in the statements of revenues, expenses and changes in net position in operating expenses and other expenses, respectively for the fiscal year ended June 30, 2024.

For the year ended June 30, 2023, the Sewer Department recognized subscription amortization and interest expense of \$162,133 and \$19,671, respectively.

As of June 30, 2024 and 2023, the value of the subscription assets was \$1,134,932 and had accumulated amortization of \$551,960 and \$389,827, respectively.

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Notes to Financial Statements
June 30, 2024 and 2023

Future payments on the subscription liability are as follows:

Year ending June 30,	Principal	Interest	Total
2025	\$ 74,534	\$ 12,592	\$ 87,126
2026	78,347	8,779	87,126
2027	82,356	4,770	87,126
2028	57,724	1,304	59,028
Total	\$ 292,961	\$ 27,446	\$ 320,406

NOTE 11: COMMITMENTS AND CONCENTRATIONS

The Sewer Department is committed to several contracts in process at June 30, 2024 totaling \$19,703,330. As of June 30, 2024, \$10,958,185 had been incurred in connection with these contracts.

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For the years ended June 30, 2024 and 2023, the Sewer Department had one customer that accounted for 12.27% and 11.68%, 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.

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Notes to Financial Statements June 30, 2024 and 2023

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 7/1/2007	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.

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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, 2023. In some cases, an additional 2.5% of member and employer contributions are required for elected officials.

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Notes to Financial Statements

June 30, 2024 and 2023

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/apers/investments/reports-and-resources/>.

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

The collective Net Pension Liability of \$2,914,186,564 was measured as of June 30, 2023, 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, 2024 and 2023, respectively, the Sewer Department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	2024	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience		\$ 209,984	\$ (20,436)
Changes of assumptions		174,884	-
Changes in proportion and differences between employer contributions and proportionate share		230,914	-
Net difference between projected and actual earnings on pension plan investments		463,002	-
Contributions subsequent to measurement date		487,031	-
Balance, June 30, 2023		<u>\$ 1,565,815</u>	<u>\$ (20,436)</u>

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Notes to Financial Statements

June 30, 2024 and 2023

2023	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 78,008	\$ (39,312)
Changes of assumptions	-	-
Changes in proportion and differences between employer contributions and proportionate share	217,370	(3,054)
Net difference between projected and actual earnings on pension plan investments	685,565	-
Contributions subsequent to measurement date	422,928	-
Balance, June 30, 2022	<u>\$ 1,403,871</u>	<u>\$ (42,366)</u>

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Contributions made subsequent to the measurement date will be reversed in fiscal year ending June 30, 2025, 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:

2025	\$ 252,370
2026	124,732
2027	721,216
2028	(39,970)

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Notes to Financial Statements

June 30, 2024 and 2023

Actuarial Assumptions

The total pension liability in the June 30, 2023 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	23 years (6.6 years for District Judges New Plan/Paid Off Old Plan and 15 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	7.00%
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.

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June 30, 2024 and 2023

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, 2023 are summarized in the table below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Broad Domestic Equity	37%	6.19%
International Equity	24%	6.77%
Real Assets	16%	3.34%
Absolute Return	5%	3.36%
Domestic Fixed	18%	1.79%
Total	100%	

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Discount Rate

A single discount rate of 7.00% 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 7.00%. 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 7.00%, as well as what the Net Pension Liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

Sensitivity of Discount Rate

1% Lower 6.00%	Discount Rate 7.00%	1% Higher 8.00%
\$ 5,929,285	\$ 3,719,962	\$ 1,899,689

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Notes to Financial Statements
June 30, 2024 and 2023

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, 2024 and 2023 were \$229,500 and \$150,400, 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.

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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, 2024 and 2023 was \$15,330 and \$19,575, respectively. At June 30, 2024 and 2023, 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.

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Notes to Financial Statements
June 30, 2024 and 2023

NOTE 14: SUBSEQUENT EVENTS

Management has evaluated subsequent events through Month XX, 2024, the date that the financial statements were available to be issued.

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Required Supplementary Information

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**Schedules of the Sewer Department's Proportionate
Share of the Net Pension Liability
Years ended June 30, 2024 through 2015**

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Proportion of the net pension liability	0.13 %	0.12 %	0.11 %	0.11 %	0.11 %	0.11 %	0.11 %	0.09 %	0.09 %	0.09 %
Proportionate share of the net pension liability	\$ 3,719,962	\$ 3,255,644	\$ 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	\$ 3,196,797	\$ 2,626,973	\$ 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	116.37 %	123.93 %	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	77.94 %	78.31 %	93.57 %	75.38 %	78.55 %	79.59 %	75.65 %	75.50 %	80.39 %	84.15 %

**FOR PRELIMINARY
DISCUSSION PURPOSES
ONLY**

**LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS**

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, 2024 through 2015

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually required contribution	\$ 340,687	\$ 422,928	\$ 377,090	\$ 327,991	\$ 319,710	\$ 306,168	\$ 298,614	\$ 266,756	\$ 235,420	\$ 242,355
Contributions in relation to the contractually required contribution	\$ (340,687)	\$ (422,928)	\$ (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	\$ 3,196,797	\$ 2,626,973	\$ 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	10.66 %	16.10 %	15.24 %	15.09 %	15.21 %	14.96 %	14.64 %	14.38 %	14.13 %	14.68

**FOR PRELIMINARY
DISCUSSION PURPOSES
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**LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS**

See Independent Auditor's Report.

Supplementary Information

**FOR PRELIMINARY
DISCUSSION PURPOSES
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**LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS**

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Operating Expenses Years ended June 30, 2024 and 2023

	2024	2023
POLLUTION CONTROL FACILITY AND FIELD EXPENSE		
Employee benefits	\$ 874,363	\$ 576,375
Insurance	106,884	108,767
Operating supplies and other	382,664	337,353
Payroll taxes	155,198	133,115
Repairs and maintenance	785,177	1,179,805
Salaries	2,161,313	1,902,945
Sludge disposal costs	479,148	499,126
Supplies and postage	189,192	191,150
Utilities	707,398	771,769
	5,841,337	5,700,405
GENERAL AND ADMINISTRATIVE		
Bad debts	146,960	36,318
Employee benefits	378,009	250,933
Franchise taxes / use taxes	652,729	531,013
Insurance	5,837	14,723
Office supplies and postage	163,646	141,311
Other	692,893	338,890
Payroll taxes	77,166	67,848
Professional fees	52,594	43,530
Salaries	1,013,328	794,393
Utilities	24,034	31,487
	3,207,196	2,250,446
DEPRECIATION AND AMORTIZATION	5,704,252	5,436,121
TOTAL OPERATING EXPENSES	\$ 14,752,785	\$ 13,386,972

FOR PRELIMINARY
DISCUSSION PURPOSES
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LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS

See Independent Auditor's Report.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedule of Principal and Interest Payments

Sewer Revenue Bonds – Series 2016

June 30, 2024

YEAR	PRINCIPAL	INTEREST RATE	INTEREST	TOTAL
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, 2024	<u>\$ 5,735,000</u>		<u>\$ 506,100</u>	<u>\$ 6,241,100</u>

Dated: December 13, 2016

Payment Dates: November 1

Interest Payment Dates: November 1 and May 1

Payable to: Regions Bank; Little Rock, Arkansas

FOR PRELIMINARY
DISCUSSION PURPOSES
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LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS

See Independent Auditor's Report.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedule of Principal and Interest Payments

Sewer Revenue Bonds – Series 2024

June 30, 2024

YEAR	PRINCIPAL	LENDING RATE	INTEREST AND FEES	TOTAL
2025	\$ -	1.500%	\$ -	\$ -
2026	-	1.500%	-	-
2027	784,975	1.500%	270,466	1,055,441
2028	<u>366,159</u>	1.500%	<u>447,582</u>	<u>813,741</u>
Balance, June 30, 2024	<u>\$ 1,151,134</u>		<u>\$ 718,048</u>	<u>\$ 1,869,182</u>

Dated: April 10, 2024

Payment Dates: 1st of each month beginning on December 1, 2026

Interest Rate: 0.50%

Servicing Fee Rate: 1.00%

Payable to: Arkansas Development Finance Authority; Little Rock, Arkansas

**FOR PRELIMINARY
DISCUSSION PURPOSES
ONLY**

**LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS**

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, 2024

Fixed Assets

	Balance June 30, 2023	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2024
Land	\$ 663,254	\$ -	\$ -	\$ 663,254
Office equipment	629,891	17,926	(172)	647,645
Vehicles	1,690,756	109,299	(14,188)	1,785,867
Shop equipment	53,354	1,357	-	54,711
Field equipment	1,656,645	86,929	(66,134)	1,677,440
Radio equipment	60,051	987	-	61,038
Water meters	4,233,139	604,255	-	4,837,394
Sewer system	53,145,924	7,335,007	-	60,480,931
Pollution control facility	71,161,556	335,188	-	71,496,744
Structures and parking lots	2,138,748	5,200	-	2,143,948
Easements	1,141,899	-	-	1,141,899
Contributed sewer system	51,915,446	3,621,428	-	55,536,874
	188,490,663	12,117,576	(80,494)	200,527,745
Right to use subscription asset	1,134,932	-	-	1,134,932
Construction in progress	7,805,559	12,433,146	(4,200,998)	16,037,707
	<u>\$ 197,431,154</u>	<u>\$ 24,550,722</u>	<u>\$ (4,281,492)</u>	<u>\$ 217,700,384</u>

Accumulated Depreciation and Amortization

Office equipment	\$ 417,722	\$ 43,908	\$ -	\$ 461,630
Vehicles	1,299,425	124,480	(14,188)	1,409,717
Shop equipment	51,804	1,092	-	52,896
Field equipment	1,125,251	109,411	(66,134)	1,168,528
Radio equipment	53,701	2,565	-	56,266
Water meters	1,090,873	221,342	-	1,312,215
Sewer system	21,354,129	1,141,061	-	22,495,190
Pollution control facility	31,654,571	2,742,892	-	34,397,463
Structures and parking lots	1,425,829	83,184	-	1,509,013
Contributed sewer system	12,104,069	1,072,184	-	13,176,253
Right to use subscription asset	389,827	162,133	-	551,960
	<u>\$ 70,967,201</u>	<u>\$ 5,704,252</u>	<u>\$ (80,322)</u>	<u>\$ 76,591,131</u>

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, 2023

Fixed Assets

	Balance June 30, 2022	Transfers/ Additions	Transfers/ Disposals	Balance June 30, 2023
Land	\$ 663,254	\$ -	\$ -	\$ 663,254
Office equipment	470,172	159,719	-	629,891
Vehicles	1,386,206	304,550	-	1,690,756
Shop equipment	53,354	-	-	53,354
Field equipment	1,377,630	279,015	-	1,656,645
Radio equipment	59,508	543	-	60,051
Water meters	3,687,692	545,447	-	4,233,139
Sewer system	51,971,956	1,173,968	-	53,145,924
Pollution control facility	70,600,172	561,384	-	71,161,556
Structures and parking lots	2,123,671	15,077	-	2,138,748
Easements	1,141,899	-	-	1,141,899
Contributed sewer system	48,287,196	3,628,250	-	51,915,446
	181,822,719	6,667,953	-	188,490,663
Right of use subscription asset	1,134,932	-	-	1,134,932
Construction in progress	3,277,278	5,357,295	(829,014)	7,805,559
	<u>\$ 186,234,920</u>	<u>\$ 12,025,248</u>	<u>\$ (829,014)</u>	<u>\$ 197,431,154</u>

Accumulated Depreciation and Amortization

Office equipment	\$ 380,363	\$ 37,359	\$ -	\$ 417,722
Vehicles	1,166,562	132,863	-	1,299,425
Shop equipment	49,921	1,883	-	51,804
Field equipment	1,051,665	73,586	-	1,125,251
Radio equipment	51,271	2,430	-	53,701
Water meters	903,755	187,118	-	1,090,873
Sewer system	20,338,212	1,015,917	-	21,354,129
Pollution control facility	28,925,778	2,728,793	-	31,654,571
Structures and parking lots	1,343,424	82,405	-	1,425,829
Contributed sewer system	11,092,435	1,011,634	-	12,104,069
Right of use subscription asset	227,694	162,133	-	389,827
	<u>\$ 65,531,080</u>	<u>\$ 5,436,121</u>	<u>\$ -</u>	<u>\$ 70,967,201</u>

See Independent Auditor's Report.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedule of Sewer System Rates June 30, 2024 and 2023

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 7/1/2023, new rates effective 7/1/2023 and the rates effective 7/1/2024 are shown below.

Monthly Sewer Rates For Customers		Inside the City		
		Prior to 7/1/2023	Effective 7/1/2023	Effective 7/1/2024
Flat rate of		\$15.18	\$15.63	\$16.10
In addition to (up to 100,000)		\$5.28 / thousand	\$5.44 / thousand	\$5.60 / thousand
All over 100,000		\$5.21 / thousand	\$5.37 / thousand	\$5.53 / thousand
Monthly Sewer Rates For Customers		Outside the City		
		Prior to 7/1/2023	Effective 7/1/2023	Effective 7/1/2024
Flat rate of		\$19.83	\$20.42	\$21.03
In addition to (up to 100,000)		\$6.88 / thousand	\$7.08 / thousand	\$7.30 / thousand
All over 100,000		\$6.88 / thousand	\$7.08 / thousand	\$7.30 / thousand
Monthly Sewer Rates For Customers		City of Lowell, Arkansas		
		Prior to 7/1/2023	Effective 7/1/2023	Effective 7/1/2024
Flat rate of		\$18.21	\$18.75	\$19.32
In addition to (up to 100,000)		\$6.33 / thousand	\$6.52 / thousand	\$6.72 / thousand
All over 100,000		\$6.25 / thousand	\$6.44 / thousand	\$6.63 / thousand

FOR PRELIMINARY
DISCUSSION PURPOSES
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LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANT

See Independent Auditor's Report.

Rogers Water Utilities Sewer Department

A Component Unit of the City of Rogers, Arkansas

Schedules of Sewer Customers June 30, 2024 and 2023

SEWER CUSTOMER CLASSIFICATIONS	NUMBER OF CUSTOMERS	
	2024	2023
Residential customers	23,886	23,477
Commercial customers	2,138	2,084
Industrial customers	33	33
Total	26,057	25,594

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**LANDMARK PLC
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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, 2024 and 2023

BILLABLE GALLONS CLASSIFICATIONS	NUMBER OF BILLABLE GALLONS	
	2024	2023
Residential customers	1,183,225,254	1,182,784,530
Commercial customers	623,491,800	593,684,400
Industrial customers	455,844,900	457,084,200
Total	2,262,561,954	2,233,553,130

**FOR PRELIMINARY
DISCUSSION PURPOSES
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**LANDMARK PLC
CERTIFIED PUBLIC ACCOUNTANTS**

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, 2024, 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 Month XX, 2024.

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.



Rogers, Arkansas
Month XX, 2024



RESOLUTION NO. 24-31

A RESOLUTION APPROVING THE PURCHASE OF OFFICE FURNITURE; AUTHORIZING EXPENDITURE OF FUNDS FOR THE PURCHASE; WAIVING COMPETITIVE BIDDING; AND FOR OTHER PURPOSES.

WHEREAS the Rogers Waterworks and Sewer Commission (“the Commission”) has been empowered by the Rogers City Council to oversee efficient operation of the Rogers Water Utilities (“RWU”), and has full authority to set policies and procedures for RWU in a manner consistent with existing law and public policy; and

WHEREAS there is a need to purchase additional office furniture for use in RWU’s Field Operations, SCADA, and Engineering Offices; and

WHEREAS Haworth office furniture provided by Innerplan Office Interiors of North Little Rock, Arkansas is the furniture which is compatible with the office furniture system that is currently used by RWU; and

WHEREAS soliciting bids for Haworth office furniture compatible with RWU’s current office furniture system would be unlikely to result in competing bids for providing such furniture; and would result in needless administrative effort, time, and expense; and

WHEREAS an exceptional situation exists such that seeking Haworth office furniture through competitive bidding is not feasible or practical.

NOW THEREFORE, BE IT RESOLVED BY THE ROGERS WATERWORKS AND SEWER COMMISSION OF THE CITY OF ROGERS, ARKANSAS:

Section 1. The Rogers Waterworks and Sewer Commission hereby authorizes the Rogers Water Utilities (“RWU”) to purchase the Haworth Office furniture (and related items) from Innerplan Office Interiors and authorizes the expenditure of up to and including Forty-Seven Thousand, Nine Hundred Forty-One Dollars and Eighty-Nine cents (\$47,941.89), plus shipping, any additional applicable taxes, and related charges, if any, for the purchase. The Superintendent of RWU, or his designated representative, is authorized to execute any purchase orders and other contract documents necessary to complete the purchase, consistent with the authority given under this Resolution, the final form of any purchase order or other contract document to be approved

by the Superintendent of RWU, his approval being evidenced by his signature thereon, or by the signature of his designated representative.

Section 2. For the reasons stated in the recitals above, the Rogers Waterworks and Sewer Commission hereby determines that an exceptional situation exists such that seeking the Haworth office furniture (and related items) through competitive bidding is not feasible or practical and hereby waives the requirements of competitive bidding for the purchase of the office furniture (and related items).

Section 3. Severability Provision- In the event that any section, paragraph, subdivision, clause, phrase, or other provision or portion of this Resolution shall be adjudged invalid or unconstitutional, the same shall not affect the validity of this Resolution as a whole, or any part or provision, other than the part so decided to be invalid or unconstitutional, and the remaining provisions of this Resolution shall be construed as if such invalid, unenforceable or unconstitutional provision or provisions had never been contained herein.

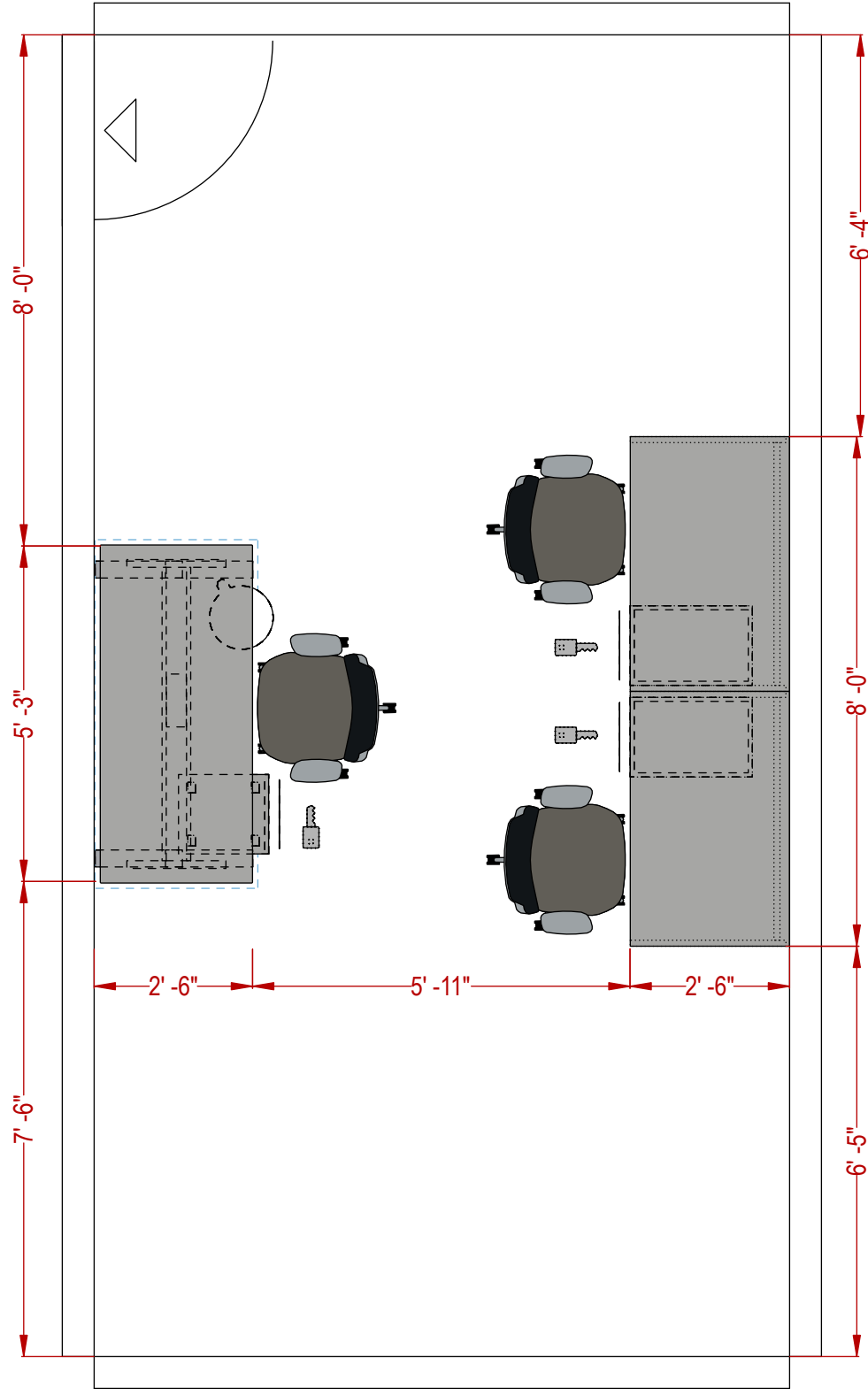
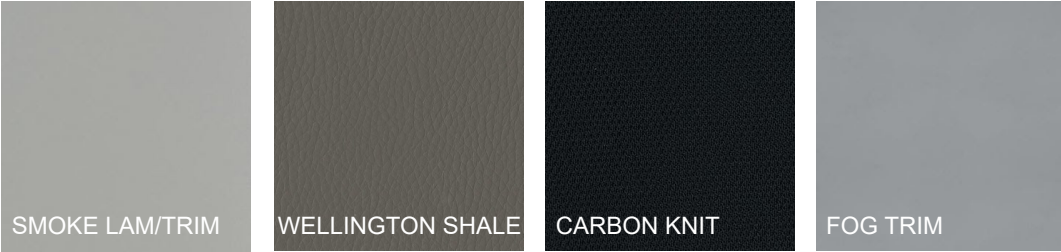
Section 4. Repeal of Conflicting Resolutions- All resolutions of the Rogers Waterworks and Sewer Commission, or parts of resolutions of the Rogers Waterworks and Sewer Commission, in conflict herewith are hereby repealed to the extent of such conflict.

PASSED AND APPROVED this 16th day of December 2024.

Jerry Carmichael, Chairman

ATTEST:

Brent Dobler, Acting Secretary



SCADA



PIVOTING ACCESSORY TRAY



innerplan

Office Interiors + Furniture + Design

7001 INNERPLAN DRIVE
NORTH LITTLE ROCK, AR 72113
TEL 501.371.0300 FAX 501.372.3838

GENERAL NOTES

1. DO NOT SCALE DRAWING.

2. DRAWING AND MATERIAL
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USED OR DISCLOSED WITHOUT THE
WRITTEN CONSENT OF IOI.

3. VERIFY ALL DIMENSIONS ON SITE
AND REPORT ANY DISCREPANCIES
TO IOI.

4. PRODUCT DIMENSIONS SHOWN
ARE NOMINAL. STANDARD
MANUFACTURING TOLERANCES
SHALL APPLY.

5. PRODUCTION WILL NOT BEGIN
UNTIL ORDER IS RECEIVED AND
APPROVAL DRAWING SETS ARE
SIGNED.

REVISIONS

REV	REV DESCRIPTION	DATE
1	PLACE FURNITURE	9/8/22
2	REVISION 1	9/15/22
3	SAVING	9/13/24
4	REVISIONS	10/17/24
5	FINISH REVISION	12/11/24
6	XML	12/11/24

CLIENT APPROVAL

- ☐ APPROVED
☐ APPROVED, AS NOTED
☐ REVISE, RESUBMIT

APPROVAL SIGNATURE

CUSTOMER NAME:

ROGERS WATER
UTILITIES

SITE ADDRESS:

601 S 2ND ST
ROGERS, AR 72756

CONTACT NAME:

JOHNNY LUNSFORD
(479)621-1142

PROJECT NAME:

ROGERS WATER
UTILITIES

ACCOUNT

LESLIE GARDNER
(479)799-9044

DRAWING TITLE:

SCADA OFFICE

DESIGNER:

Whitney Mellon

PROJECT COORD:

BRENDA

PROJECT NO:

8233

SCALE:

3/8" = 1'-0"

SHEET NO:

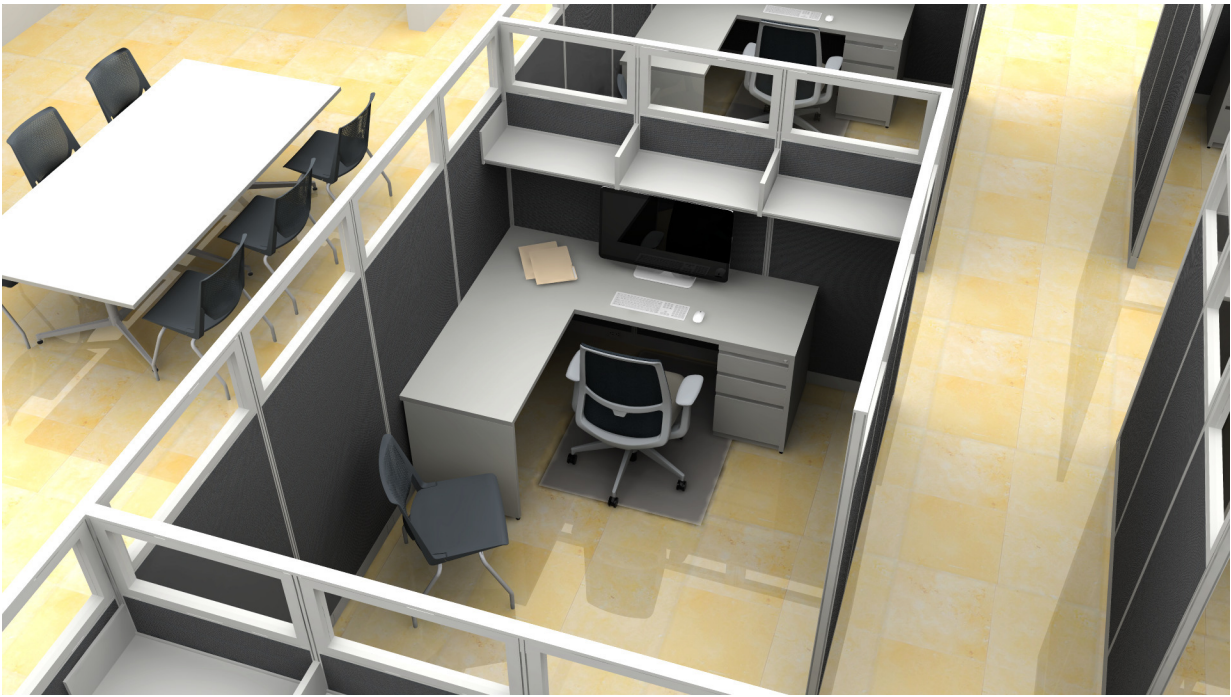
1/5



TAG1	
Color	Tag
	01) FIELD OPS ADDITIONAL WORKSTATIONS
	03) FIELD OPS ADDITIONAL SHELVING



FIELD OPS



WORKSTATIONS INTERIOR



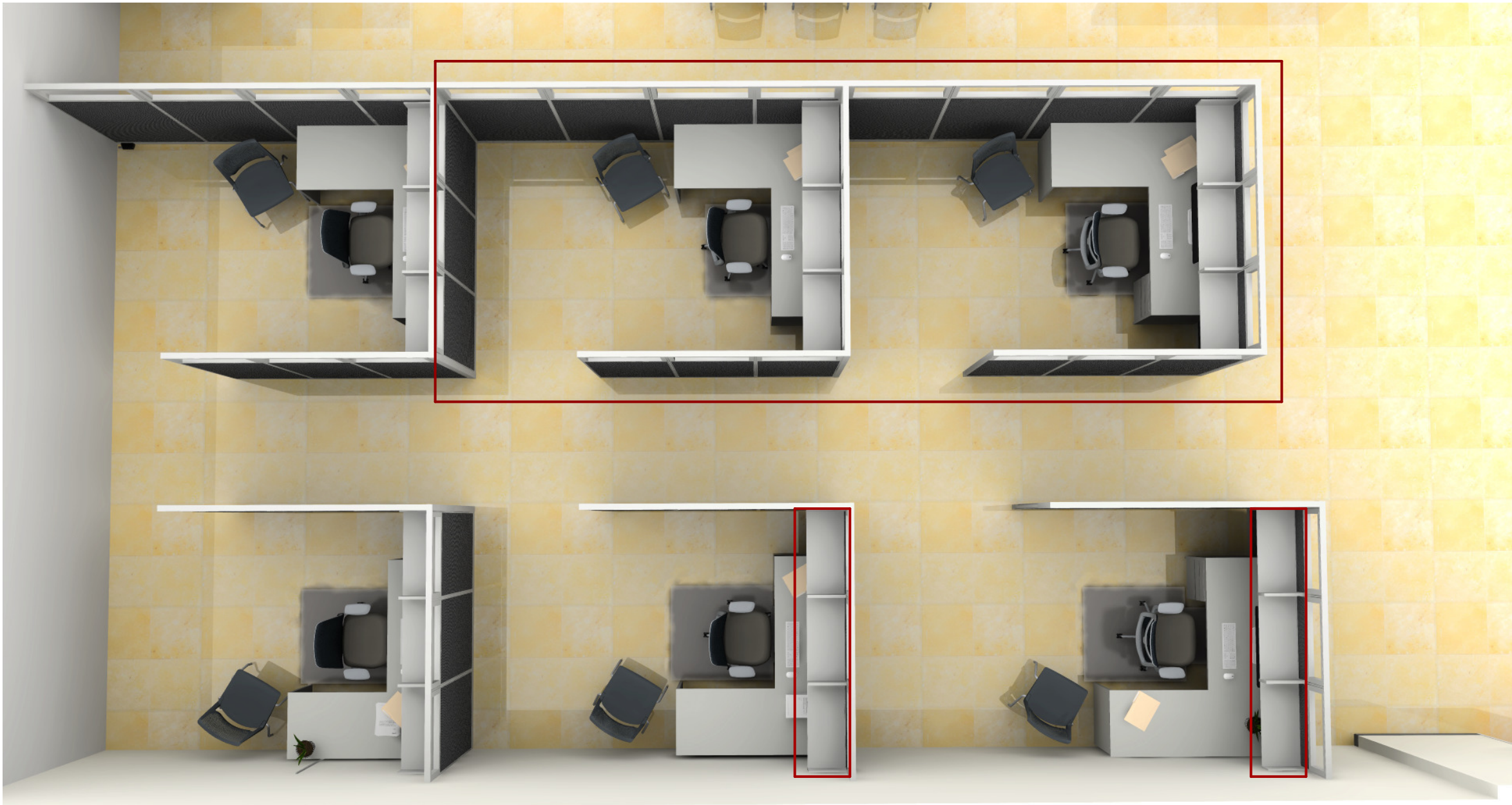
WORKSTATIONS EXTERIOR



SOJI - FAUX LEATHER SEATING



ADDITIONAL SHELVING



OVERALL WORKSTATIONS

- GENERAL NOTES
- DO NOT SCALE DRAWING.
 - DRAWING AND MATERIAL PRESENTED IS THE PROPERTY OF IOI AND MAY NOT BE DUPLICATED, USED OR DISCLOSED WITHOUT THE WRITTEN CONSENT OF IOI.
 - VERIFY ALL DIMENSIONS ON SITE AND REPORT ANY DISCREPANCIES TO IOI.
 - PRODUCT DIMENSIONS SHOWN ARE NOMINAL. STANDARD MANUFACTURING TOLERANCES SHALL APPLY.
 - PRODUCTION WILL NOT BEGIN UNTIL ORDER IS RECEIVED AND APPROVAL DRAWING SETS ARE SIGNED.

REVISIONS		
REV	REV DESCRIPTION	DATE
1	PLACE FURNITURE	9/8/22
2	REVISION 1	9/15/22
3	SAVING	9/13/24
4	REVISIONS	10/17/24
5	FINISH REVISION	12/11/24
6	XML	12/11/24

CLIENT APPROVAL

- ☐ APPROVED DRAWING
☐ APPROVED, AS NOTED
☐ REVISE, RESUBMIT

APPROVAL SIGNATURE

CUSTOMER NAME:
ROGERS WATER UTILITIES

SITE ADDRESS:
601 S 2ND ST
ROGERS, AR 72756

CONTACT NAME:
JOHNNY LUNS福德
(479)621-1142

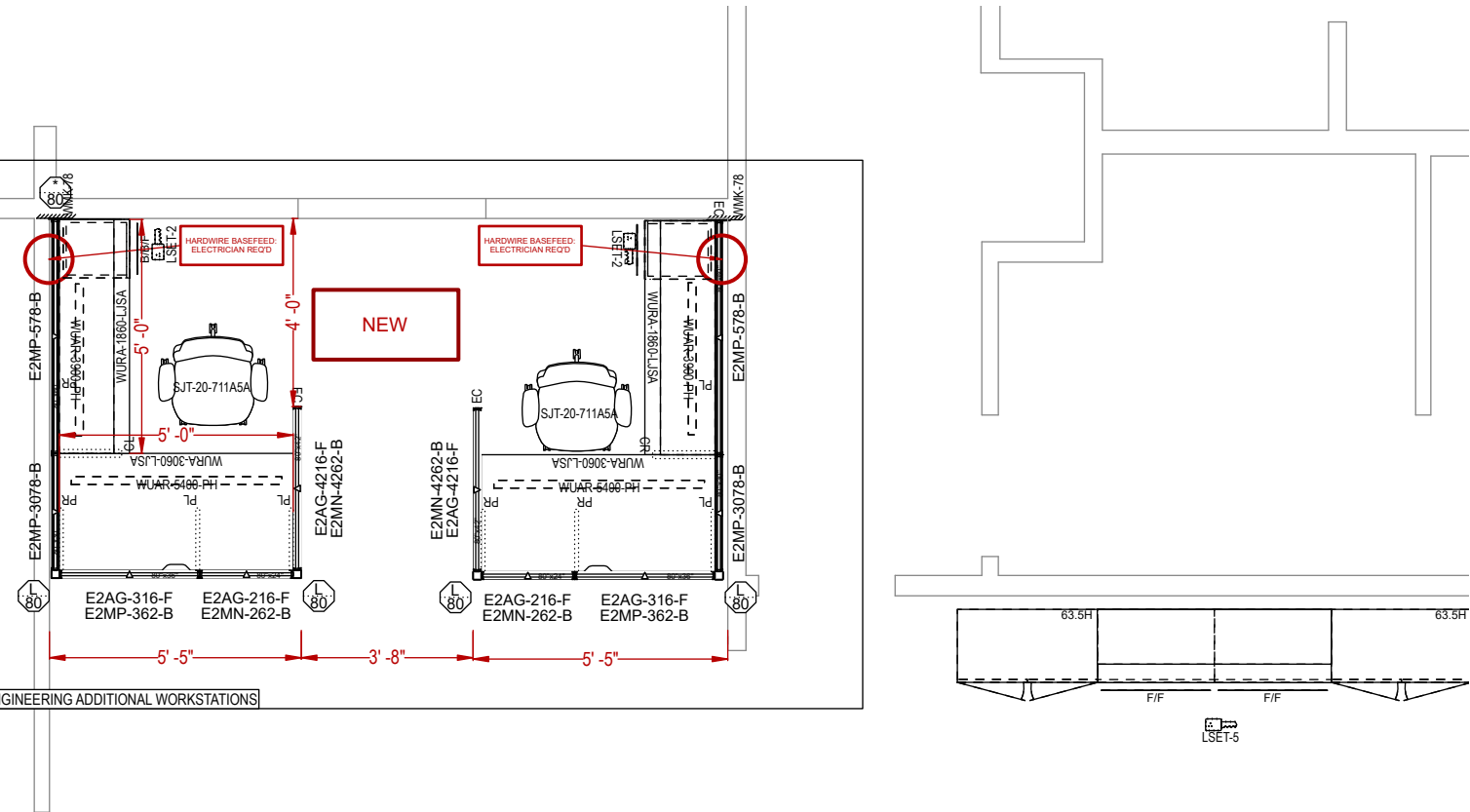
PROJECT NAME:
ROGERS WATER UTILITIES

ACCOUNT EXEC:
LESLIE GARDNER
(479)799-9044

DRAWING TITLE:
FIELD OPS

DESIGNER:
lafletch @

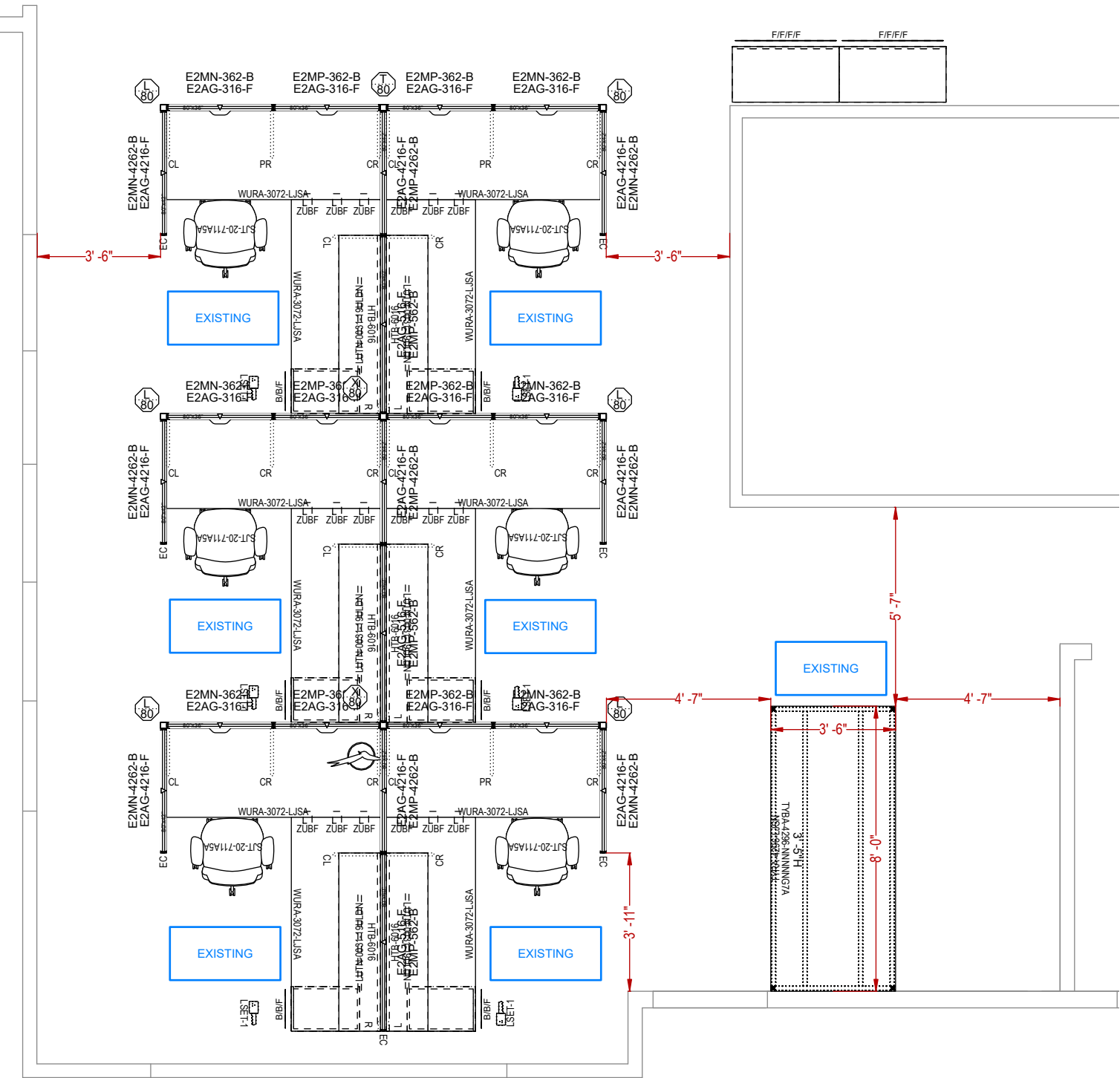
PROJECT COORD: BRENDA	PROJECT NO: 8233
SCALE: 1/4" = 1'-0"	SHEET NO: 2/5



WORKSTATION



SOJI - FABRIC SEATING



WORKSTATION



innerplan

Office Interiors + Furniture + Design
7001 INNERPLAN DRIVE
NORTH LITTLE ROCK, AR 72113
TEL 501.371.0300 FAX 501.372.3838

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REVISIONS		
REV	REV DESCRIPTION	DATE
1	PLACE FURNITURE	9/8/22
2	REVISION 1	9/15/22
3	SAVING	9/13/24
4	REVISIONS	10/17/24
5	FINISH REVISION	12/11/24
6	XML	12/11/24

CLIENT APPROVAL

- ☐ APPROVED DRAWING
☐ APPROVED, AS NOTED
☐ REVISE, RESUBMIT

APPROVAL SIGNATURE

CUSTOMER NAME:
ROGERS WATER UTILITIES

SITE ADDRESS:
601 S 2ND ST
ROGERS, AR 72756

CONTACT NAME:
JOHNNY LUNS福德
(479)621-1142

PROJECT NAME:
ROGERS WATER UTILITIES

ACCOUNT EXEC:
LESLIE GARDNER
(479)799-9044

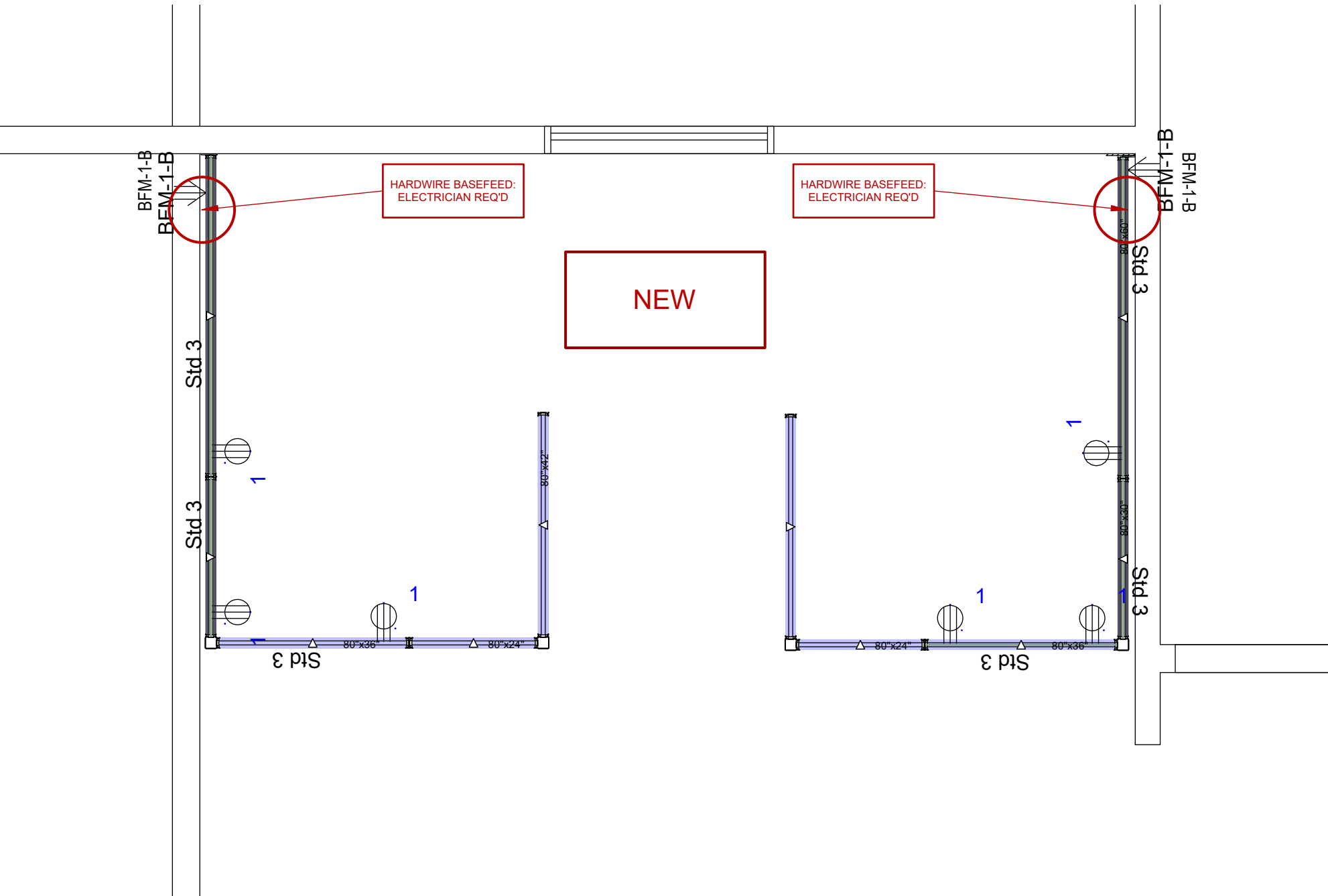
DRAWING TITLE:
ENGINEERING

DESIGNER:
lafletch @

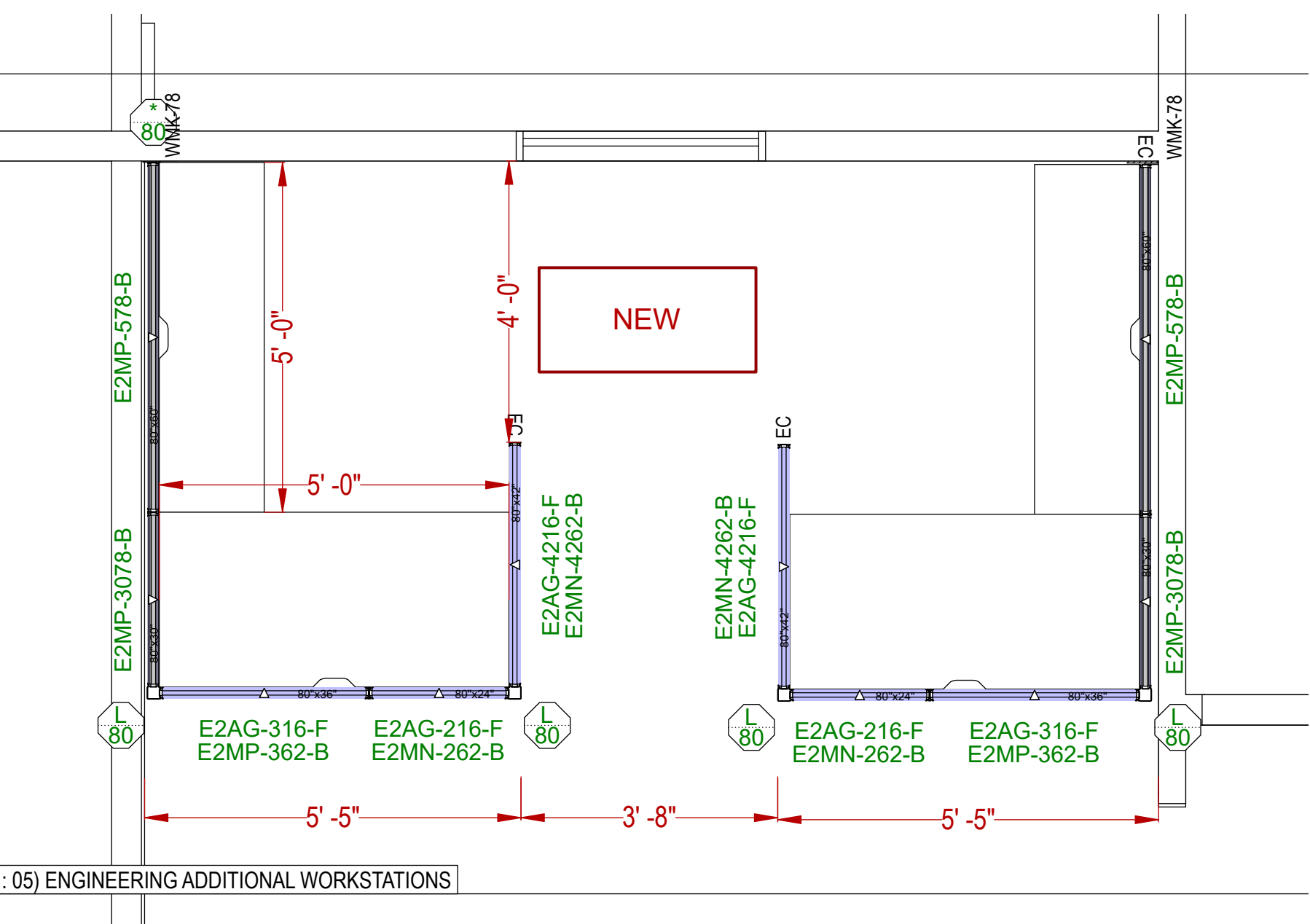
PROJECT COORD: BRENDA	PROJECT NO: 8233
SCALE: 1/4" = 1'-0"	SHEET NO: 4/5

ENGINEERING

ELECTRICAL COMPONENTS

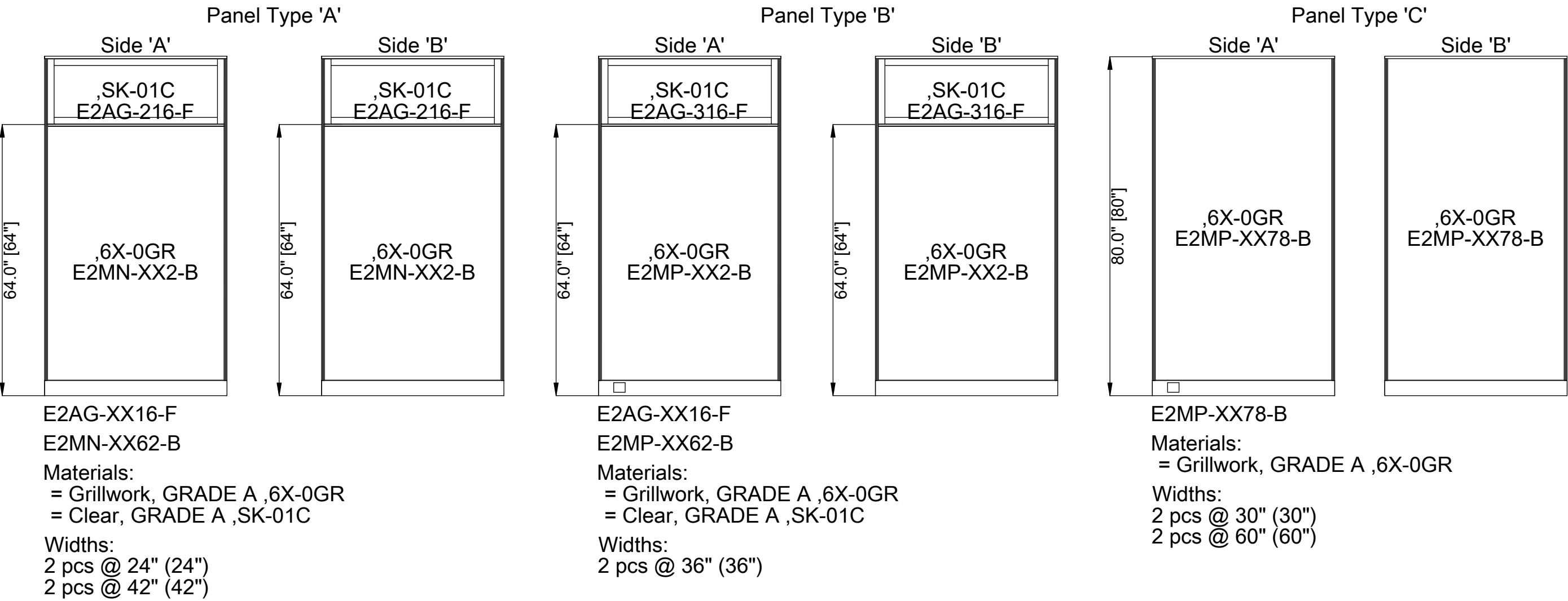


PANEL INFORMATION



PANEL ELEVATIONS

Panel Types - UniGroup Too (TAGS: 05) ENGINEERING ADDITIONAL WORKSTATIONS)



INSTALL FRICTION PADS ON ALL NEW PANEL GLIDES

innerplan

Office Interiors + Furniture + Design

7001 INNERPLAN DRIVE
NORTH LITTLE ROCK, AR 72113
TEL 501.371.0300 FAX 501.372.3838

GENERAL NOTES

1. DO NOT SCALE DRAWING.

2. DRAWING AND MATERIAL PRESENTED IS THE PROPERTY OF IOI AND MAY NOT BE DUPLICATED, USED OR DISCLOSED WITHOUT THE WRITTEN CONSENT OF IOI.

3. VERIFY ALL DIMENSIONS ON SITE AND REPORT ANY DISCREPANCIES TO IOI.

4. PRODUCT DIMENSIONS SHOWN ARE NOMINAL. STANDARD MANUFACTURING TOLERANCES SHALL APPLY.

5. PRODUCTION WILL NOT BEGIN UNTIL ORDER IS RECEIVED AND APPROVAL DRAWING SETS ARE SIGNED.

REVISIONS

CLIENT APPROVAL

☐ APPROVED DRAWING

☐ APPROVED, AS NOTED

☐ REVISE, RESUBMIT

APPROVAL SIGNATURE

CUSTOMER NAME:

ROGERS WATER UTILITIES

SITE ADDRESS:

601 S 2ND ST

ROGERS, AR 72756

CONTACT NAME:

JOHNNY LUNS福德

(479)621-1142

PROJECT NAME:

ROGERS WATER UTILITIES

ACCOUNT EXEC:

LESLIE GARDNER

(479)799-9044

DRAWING TITLE:

ENGINEERING

DESIGNER:

lafletch @

PROJECT COORD:

BRENDA

PROJECT NO:

8233

SCALE:

NTS

SHEET NO:

5/5

Page 13 of 124

12/11/24

RESOLUTION NO. 24-32

A RESOLUTION APPROVING A COST-OF-LIVING ADJUSTMENT (COLA) FOR EMPLOYEE SALARIES AND WAGES; AND FOR OTHER PURPOSES.

WHEREAS the Rogers Waterworks and Sewer Commission (“the Commission”) has been empowered by the Rogers City Council to oversee efficient operation of the Rogers Water Utilities (“RWU”), and has full authority to set policies and procedures for RWU in a manner consistent with existing law and public policy; and

WHEREAS the Superintendent of RWU has proposed that a Cost-of-Living Adjustment (COLA) of Three Percent (3%) or \$1,872 increase for calendar year 2025, whichever is greater depending on an employee’s current wage or salary, be applied to RWU employee wages and salaries effective January 1, 2025; and

WHEREAS the Commission, having duly considered the matter, believes approving the Superintendent’s proposal is in the best interest of RWU.

NOW THEREFORE, BE IT RESOLVED BY THE ROGERS WATERWORKS AND SEWER COMMISSION OF THE CITY OF ROGERS, ARKANSAS:

Section 1. Except as stated in Section 2 below, a Cost-of-Living Adjustment (COLA) of Three Percent (3%), will be in effect for RWU employee wages and salaries effective January 1, 2025.

Section 2. For any RWU employee for whom application of a 3% COLA would result in a COLA amounting to less than \$1,872 for calendar year 2025, then such employee shall, effective January 1, 2025, receive as a COLA an additional \$1,872 in salary or wages for calendar year 2025. (By way of example only, an employee currently earning \$60,000 per year would receive a COLA of \$1,872 rather than a COLA of \$1,800).

Section 3. Nothing in this Resolution or in the Rogers Water Utilities *Compensation Administration Policy* shall be construed as creating any contractual or other legal rights for employees, or altering Rogers Water Utilities’ at-will employment policy for employees. To the extent that any provisions of this Resolution or the *Compensation Administration Policy* conflict with any provisions of the current Rogers Water *Employee Policy Manual*, or any other policy

applicable to Rogers Water Utilities employees, the provisions of the *Employee Policy Manual* and/or the other applicable policy shall control.

Section 4. Severability Provision- In the event that any section, paragraph, subdivision, clause, phrase, or other provision or portion of this Resolution shall be adjudged invalid or unconstitutional, the same shall not affect the validity of this Resolution as a whole, or any part or provision, other than the part so decided to be invalid or unconstitutional, and the remaining provisions of this Resolution shall be construed as if such invalid, unenforceable or unconstitutional provision or provisions had never been contained herein.

Section 5. Repeal of Conflicting Resolutions- All resolutions of the Rogers Waterworks and Sewer Commission, or parts of resolutions of the Rogers Waterworks and Sewer Commission, in conflict herewith are hereby repealed to the extent of such conflict.

PASSED AND APPROVED this 16th day of December 2024.

Jerry Carmichael, Chairman

ATTEST:

Brent Dobler, Acting Secretary

RESOLUTION NO. 24-33

A RESOLUTION DESIGNATING AN ELECTRONIC BIDDING SERVICE VENDOR AND WEBSITE FOR PUBLIC WORKS PROJECTS FOR CALENDAR YEAR 2025; DIRECTING PUBLICATION OF THE DESIGNATIONS; AUTHORIZING AN ADDITIONAL VENDOR AND WEBSITE; AND FOR OTHER PURPOSES.

WHEREAS the Rogers Waterworks and Sewer Commission (“the Commission”) has been empowered by the Rogers City Council to oversee efficient operation of the Rogers Water Utilities (“RWU”), and has full authority to set policies and procedures for RWU in a manner consistent with existing law and public policy; and

WHEREAS the Fair Notice and Efficiency in Public Works Act, Ark. Code. Ann. § 22-9-901 *et seq.*, allows public agencies to designate approved electronic bidding service vendors for posting advertisements of notices of an intention to receive bids for public works projects under Ark. Code Ann § 22-9-203; and

WHEREAS the management of RWU recommends that Central Bidding be designated as an electronic bidding service vendor for RWU.

NOW THEREFORE, BE IT RESOLVED BY THE ROGERS WATERWORKS AND SEWER COMMISSION OF THE CITY OF ROGERS, ARKANSAS:

Section 1. Central Bidding is hereby designated as an electronic bidding service vendor for RWU for calendar year 2025 for posting of advertisements of notices of intention to receive bids under Ark. Code Ann. § 22-9-203, subject to Central Bidding continuing to be approved by the Office of State Procurement as an electronic bidding service vendor.

Section 2. Central Bidding’s website, centrallauctionhouse.com, is hereby designated as a website for RWU for posting of advertisements for notices of intention to receive bids under Ark. Code Ann. § 22-9-203 for calendar year 2025, subject to Central Bidding continuing to be approved by the Office of State Procurement as an electronic bidding service vendor.

Section 3. Publication of these designations will be made in accordance with Ark. Code. Ann. § 22-9-906 (e).

Section 4. RWU may also use the vendor Opengov and the website Opengov.com for posting advertisements of notices of intention to receive bids under Ark. Code Ann. § 22-9-203 as may be permitted by law and may make any required notices and publications necessary for its use. However, nothing herein shall authorize RWU to use Opengov and Opengov.com for posting of advertisements of notices of intention to receive bids under Ark. Code Ann. § 22-9-203 in violation of, or in absence of, any applicable legal requirement including, without limitation, any required approval of Opengov and Opengov.com by the Office of State Procurement.

Section 5. The management of RWU is authorized to conduct any necessary coordination with the City of Rogers to effectuate these designations and prepare any other Resolution or Ordinance that may be required to effectuate these designations and submit the same to the Rogers City Council for approval.

Section 6. Severability Provision- In the event that any section, paragraph, subdivision, clause, phrase, or other provision or portion of this Resolution shall be adjudged invalid or unconstitutional, the same shall not affect the validity of this Resolution as a whole, or any part or provision, other than the part so decided to be invalid or unconstitutional, and the remaining provisions of this Resolution shall be construed as if such invalid, unenforceable or unconstitutional provision or provisions had never been contained herein.

Section 7. Repeal of Conflicting Resolutions- All resolutions of the Rogers Waterworks and Sewer Commission, or parts of resolutions of the Rogers Waterworks and Sewer Commission, in conflict herewith are hereby repealed to the extent of such conflict.

PASSED AND APPROVED this 16th day of December 2024.

Jerry Carmichael, Chairman

ATTEST:

Brent Dobler, Acting Secretary

December 16, 2024

To: The Rogers Water and Sewer Commission
From: Jered Sigmon, Controller
Re: Annual report required per FTC regulations for Roger Water Utilities Identity Theft Prevention Program

Required contents of the annual report include:

- a) A report on the effectiveness of the policies and procedures of the utility addressing the risk of identity theft related to establishing/ending accounts or access to accounts.
- b) A report on software, credit card process and service provider arrangements.
- c) A report of any incidents of identity theft or suspected identity theft involving utility accounts and the utility's initial response.
- d) A report on changes or proposed changes in methods identifying and preventing identity theft.
- e) Recommendations for changes or modifications to the utilities program.

Regarding item a), the policies and procedures for opening, transferring, or closing accounts appear to be adequate. There was one incident involving possible identity theft, described in more detail under the report for item c.

Regarding item b), PCI compliance for electronic payments is the responsibility of our third-party payment processor (Chase Paymentech). RWU did identify a vulnerability with its online connect service request software. Images of sensitive identifying information for twenty-three customers were found on a search website. Images were proofs of identification customers had uploaded when making online application for new service. RWU found its website provider had allowed these uploaded images to become publicly accessible. The website provider blocked public access to the folder those images were stored in and worked with the image search website to have cached images removed. RWU notified affected customers and purchased for them one-year subscriptions to Norton LifeLock identity theft protection services. RWU then switched its online connect service requests to a solution hosted by Tyler Technologies.

Regarding item c), one incident of reported identity theft by a customer who alleged her former roommate impersonated her by calling to keep water service turned on after the customer had arranged for a disconnect. Staff followed policy to verify the caller's identity by confirming the birthdate and last four of SSN.

Regarding item d), during the year, there were no changes or modifications to the utility's program other than the switch previously described for online connect service requests.

Regarding item e), current policies and procedures appear to be effective. Staff recommend no changes to RWU's identity theft program at this time.

RESOLUTION NO. 24- 34

A RESOLUTION AUTHORIZING DISPOSITION OF CERTAIN OBSOLETE INFORMATION TECHNOLOGY (IT) EQUIPMENT; AND FOR OTHER PURPOSES.

WHEREAS, the Rogers Waterworks and Sewer Commission has been empowered by the Rogers City Council to oversee efficient operation of the Rogers Water Utilities, and has full authority to set policies and procedures for the Rogers Water Utilities in a manner consistent with existing law and public policy; and

WHEREAS, the Rogers Water Utilities has certain obsolete information technology (IT) equipment for which disposition is needed in accordance with law, including and without limitation, Ark. Code. Ann. § 14-54-302; and

WHEREAS, said obsolete equipment is listed on the attached “Exhibit A;” and

WHEREAS, the Superintendent of the Rogers Water Utilities, by submission of this Resolution to the Commission for approval, certifies that in his opinion, the fair market value of the equipment on the attached “Exhibit A.” is less than \$20,000, and further certifies that if not disposed of pursuant to Ark. Code. Ann. § 14-54-302 (e), then such items have been rendered worthless by damage or prolonged use and should be disposed of as permitted by law.

NOW THEREFORE, BE IT RESOLVED BY THE ROGERS WATERWORKS AND SEWER COMMISSION OF THE CITY OF ROGERS, ARKANSAS:

Section 1. The Superintendent’s Certification attached to “Exhibit A.” is hereby approved. The management of the Rogers Water Utilities is authorized to dispose of the equipment listed on “Exhibit A.” in accordance with Ark. Code. Ann. 14-54-302 and other applicable law.

Section 2. Severability Provision- In the event that any section, paragraph, subdivision, clause, phrase, or other provision or portion of this Resolution shall be adjudged invalid or unconstitutional, the same shall not affect the validity of this Resolution as a whole, or any part or provision, other than the part so decided to be invalid or unconstitutional, and the remaining provisions of this Resolution shall be construed as if such invalid, unenforceable or unconstitutional provision or provisions had never been contained herein.

Section 3. Repeal of Conflicting Resolutions- All resolutions of the Rogers Waterworks and Sewer Commission, or parts of resolutions of the Rogers Waterworks and Sewer Commission, in conflict herewith are hereby repealed to the extent of such conflict.

PASSED AND APPROVED this 16th day of December 2024.

Jerry Carmichael, Chairman

ATTEST:

Brent Dobler, Acting Secretary

EXHIBIT A.

Superintendent's Certification Pursuant to Ark. Code. Ann § 14-54-302

I hereby certify that, in my opinion, the fair market value of the equipment on the attached "Exhibit A" is less than \$20,000. I further certify that if not disposed of pursuant to Ark. Code. Ann. § 14-54-302 (e), then such items have been rendered worthless by damage or prolonged use and should be disposed of as permitted by law.

Brent Dobler
Superintendent, Rogers Water Utilities

"Exhibit A"

IT Equipment Scheduled for Destruction

Date Inventoried: 12/11/2024

Number	Description
1	Allmax Dataport Handhelds with HotSync Cradle - 3
2	HP Color LaserJet Pro MFP M570 Printer - 4279 & 4283
3	HP Color LaserJet Pro MFP M476 Printer - 4153 & 4154
4	HP LaserJet Pro MFP M521 - Copier/Fax - 4432 & 4434
5	HP Scanjet 7800 - 3523 & 3525
6	Alibi 8 channel NVR - (Plant Silo)
7	Monitors - 2
8	PBX Phones - 15 (Pollution Control) - 3951
9	Lenovo Desktop Computer - RPC
10	Dell Optiplex 3020 - 4178 & 4180
11	Dell Optiplex 3060 - 2; 4178 & 4180
12	Dell Optiplex 3070 - 2; 4675 & 4679
13	APC Battery Unit - Lightening strike damage
14	JVC 40" Television(Eng Monitor)

RESOLUTION NO. 24-35

**A RESOLUTION APPROVING THE PURCHASE OF A CERTAIN MOTOR VEHICLE;
AUTHORIZING EXPENDITURE OF FUNDS FOR THE PURCHASE; WAIVING
COMPETITIVE BIDDING; AND FOR OTHER PURPOSES.**

WHEREAS the Rogers Waterworks and Sewer Commission (“the Commission”) has been empowered by the Rogers City Council to oversee efficient operation of the Rogers Water Utilities (“RWU”), and has full authority to set policies and procedures for RWU in a manner consistent with existing law and public policy; and

WHEREAS there is a need to purchase a certain motor vehicle for RWU, specifically a 2024 Nissan Frontier pickup truck (“the vehicle”); and

WHEREAS the vehicle is presently unavailable on the state bid list; and

WHEREAS McLarty Daniel has in its inventory, and can readily provide, the vehicle at an advantageous price; and

WHEREAS soliciting bids for the vehicle would be unlikely to result in cost savings to RWU and would entail unnecessary delay and needless administrative expense; and

WHEREAS an exceptional situation exists such that seeking the vehicle through competitive bidding is not feasible or practical.

**NOW THEREFORE, BE IT RESOLVED BY THE ROGERS WATERWORKS AND
SEWER COMMISSION OF THE CITY OF ROGERS, ARKANSAS:**

Section 1. The Rogers Waterworks and Sewer Commission (“the Commission”) hereby authorizes the Rogers Water Utilities to purchase the vehicle from McLarty Daniel and authorizes the expenditure of up to and including Thirty-Five Thousand Dollars (\$35,000) plus any applicable taxes, and ancillary charges, if any, for the purchase. The Superintendent of the Rogers Water Utilities, or his designated representative, is authorized to execute any purchase orders and other contract documents necessary to complete the purchase, consistent with the authority given under this Resolution, the final form of any purchase order or other contract document to be approved by the Superintendent of the Rogers Water Utilities, his approval being evidenced by his signature thereon, or by the signature of his designated representative.

Section 2. Rogers Water Utilities' management anticipates that the total cost of the vehicle will be less than \$35,000. In such case, the Superintendent of the Rogers Water Utilities may direct the purchase of the vehicle in accordance with his authority under Commission Resolution No. 21-24.

Section 3. In the event the total cost of the vehicle exceeds \$35,000, for the reasons stated in the recitals above, the Rogers Waterworks and Sewer Commission hereby determines that an exceptional situation exists such that seeking the vehicle through competitive bidding is not feasible or practical and hereby waives the requirements of competitive bidding for the purchase of the vehicle.

Section 4. Severability Provision- In the event that any section, paragraph, subdivision, clause, phrase, or other provision or portion of this Resolution shall be adjudged invalid or unconstitutional, the same shall not affect the validity of this Resolution as a whole, or any part or provision, other than the part so decided to be invalid or unconstitutional, and the remaining provisions of this Resolution shall be construed as if such invalid, unenforceable or unconstitutional provision or provisions had never been contained herein.

Section 5. Repeal of Conflicting Resolutions- All resolutions of the Rogers Waterworks and Sewer Commission, or parts of resolutions of the Rogers Waterworks and Sewer Commission, in conflict herewith are hereby repealed to the extent of such conflict.

PASSED AND APPROVED this 16th day of December 2024.

Jerry Carmichael, Chairman

ATTEST:

Brent Dobler, Acting Secretary

New 2024 Nissan Frontier King Cab 4x4 S

VIN 1N6ED1CM6RN674570 Stock Number RN674570

MSRP \$36,670

MD PRICE \$33,410

Current Specials

MSRP	\$36,670
Discount ¹	- \$2,010
MY24 Sell Down Bonus Cash ²	- \$1,250
MD Price	\$33,410
Total Savings	\$3,260

Conditional Specials

Nissan College Grad ³	- \$500
Service to Sales New Vehicle Offer ⁴	- \$500
Nissan Military Cash ⁵	- \$500
December - January Retail Owner Communication Program ⁶	- \$500
November - December Retail Owner Communication Program ⁷	- \$500

Other Offers

New Vehicle Specials ⁸	
NMAC Standard APR Only Bonus Cash ⁹	- \$1,000
Offer Disclosure	

Lease for \$442/mo

LEASE FOR \$442/MONTH FOR 36 MONTHS WITH \$4,433 DUE AT SIGNING BASED UPON 12,000 MILES PER YEAR. EXCLUDES TITLE, TAXES, REGISTRATION, AND LICENSE FEES.

ESTIMATED LEASE PAYMENT OF \$442/MONTH FOR 36 MONTHS WITH \$4,433 DUE AT LEASE SIGNING. CASH DUE AT SIGNING INCLUDES \$3,341 CAPITALIZATION COST REDUCTION, \$650 ACQUISITION FEE AND FIRST MONTH'S LEASE PAYMENT OF \$442. EXCLUDES TITLE, TAXES, REGISTRATION, AND LICENSE FEES. LESSEE PAYS FOR MAINTENANCE, REPAIR, EXCESS WEAR AND DISPOSITION FEE OF \$NULL OR LESS AT END OF LEASE. FOR WELL QUALIFIED BUYERS. NOT ALL CONSUMERS WILL QUALIFY. RESIDENCY RESTRICTIONS MAY APPLY. TAKE DELIVERY BY 1/6/25. SELLING PRICE OF VEHICLE: 33,410



Specifications

VIN	1N6ED1CM6RN674570
Stock Number	RN674570
Mileage	8
Exterior	Glacier White
Interior	Charcoal Cloth
Model Code	31014
Engine	310-hp 3.8-liter V6
Transmission	Automatic
MSRP	\$36,670



**FUEL
ECONOMY**
*
**17 CITY /
22 HWY**



**MILEAGE
8 MILES**



**TRANSMISSION
AUTOMATIC**



**EXTERIOR
COLOR
GLACIER
WHITE**



**INTERIOR
COLOR
CHARCOAL
CLOTH**



**ENGINE
DATA
310-HP 3.8-
LITER V6**

New, Used, Certified, Demo and Loaner Vehicles All sale prices calculated on 72712 residency. "McLarty Daniel Featured Savings" includes all applicable manufacturer incentives and may require financing for full discount. Price does not include dealer adds or TTL. Price does not include dealer added accessories. Prices do not include additional fees and costs of closing, including government fees and taxes, any finance charges, service & handling fees, any emissions testing fees or other fees. All prices, specifications and availability subject to change without notice. Contact dealer for most current information. For New Vehicles: APR specials are not eligible with internet price.

New, Used, Certified, Demo and Loaner Vehicles MPG estimates on this website are EPA estimates; your actual mileage may vary. For used vehicles, MPG estimates are EPA estimates for the vehicle when it was new. The EPA periodically modifies its MPG calculation methodology; all MPG estimates are based on the methodology in effect when the vehicles were new (please see the "Fuel Economy" portion of the EPA's website for details, including a MPG recalculation tool).

The features and options listed are for the new 2024 Nissan Frontier and may not apply to this specific vehicle.



Date: **12/11/2024 3:13 PM**

Salesperson: **Leigh-Anne Gwatney**

Manager: **Josh Davis**

FOR INTERNAL USE ONLY

CUSTOMER	Brian Sartain	Home Phone: (479) 936-5426
Address :	Work Phone:	
E-Mail :	Cell Phone: (479) 936-5426	

VEHICLE	Stock # : RN674570	New / Used : New	VIN : 1N6ED1CM6RN674570	Mileage : 8
	Vehicle : 2024 Nissan Frontier	Color : GLACIER WH		
	Type : S (A9) 4x4 King	31014		

TRADE IN	Payoff :	VIN :	Mileage :
	Vehicle :	Color :	
	Type :		

Selling Price	36,670.00
Discount	2,251.00
Rebate	1,250.00
Adjusted Price	33,169.00
Automatic Car Wash/Wheel Locks/Brake Plus	699.00
-	.00
Total Purchase	33,868.00
Trade Allowance	
Trade Difference	
Service and Handling Fee	129.00
Tax	.00
Non Tax Fees	3.00
Net Price	34,000.00
Trade Payoff	
Cash Deposit	.00
Balance	34,000.00

Customer Approval: _____ Management Approval: _____

By signing this authorization form, you certify that the above personal information is correct and accurate, and authorize the release of credit and employment information. By signing above, I provide to the dealership and its affiliates consent to communicate with me about my vehicle or any future vehicles using electronic, verbal and written communications including but not limited to eMail, text messaging, SMS, phone calls and direct mail. Terms and Conditions subject to credit approval. For Information Only. This is not an offer or contract for sale.

