

**PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
ANNUAL FINANCIAL REPORT AND
INDEPENDENT AUDITOR'S REPORT
DECEMBER 31, 2023**

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
TABLE OF CONTENTS
DECEMBER 31, 2023

	<u>PAGE</u>
<u>FINANCIAL SECTION</u>	
Independent Auditor’s Report	1-3
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 <i>Government Auditing Standards</i>	4-5
<u>BASIC FINANCIAL STATEMENTS</u>	
Statement of Net Position	6
Statement of Revenue, Expenses and Changes in Net Position	7
Statement of Cash Flows	8
Notes to the Basic Financial Statements	9-15
<u>OTHER INFORMATION</u>	
Schedule of Revenue and Expenses - Budget to Actual	16
Schedule of Operating Expenses	17
Schedule of Operating Expenses – Budget Basis to Actual	18
<u>STATE COMPLIANCE SECTION</u>	
Schedule of State Findings	19
Schedule of Findings and Responses	20
Summary Schedule of Prior Year Findings and Responses	21



**Daniel Jones
& Associates**
CERTIFIED PUBLIC ACCOUNTANTS

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Public Water Supply District No. 13
Jefferson County, Missouri

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Public Water Supply District No. 13 (the "District"), Missouri, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the District as of December 31, 2023, and the respective changes in financial position and its cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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 generally accepted auditing standards 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 generally accepted auditing standards 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 District'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 District'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.

Required Supplementary Information

Management has omitted management’s discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information is the responsibility of management, 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. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the schedule of revenue and expenses – budget to actual, schedule of operating expenses and schedule of operating expenses – budget basis to actual but does not include the basic financial statements and our auditor’s report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our reported dated July 14, 2024 on our consideration of the District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the District’s 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 District’s internal control over financial reporting and compliance.



DANIEL JONES & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

July 15, 2024



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*

Board of Trustees
Public Water Supply District No. 13
Jefferson County, Missouri

We have audited, in accordance with the 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 the Public Water Supply District No. 13 (the "District"), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated July 14, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District'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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District'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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from 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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Daniel Jones & Associates".

DANIEL JONES & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

July 14, 2024

BASIC FINANCIAL STATEMENTS

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
STATEMENT OF NET POSITION
DECEMBER 31, 2023

ASSETS	
CURRENT ASSETS	
Cash funds - Unrestricted	\$ 651,799.38
Customer Accounts Receivable	15,963.84
Prepaid Insurance	6,312.34
Cash funds - Restricted	21,907.76
TOTAL CURRENT ASSETS	<u>695,983.32</u>
 CAPITAL ASSETS	
Non-Depreciable Capital Assets:	
Land	<u>1,998.00</u>
Total Non-Depreciable Capital Assets	<u>1,998.00</u>
 Depreciable Capital Assets:	
Infrastructure - Sewers	<u>3,549,456.68</u>
Total Depreciable Capital Assets	<u>3,549,456.68</u>
Less: Accumulated Depreciation and Amortization	<u>(1,736,288.12)</u>
Total Depreciable Capital Assets, Net	<u>1,813,168.56</u>
TOTAL CAPITAL ASSETS	<u>1,815,166.56</u>
 TOTAL ASSETS	 <u>\$ 2,511,149.88</u>
 LIABILITIES	
CURRENT LIABILITIES	
Deposits Held for Customers	\$ 5,947.64
Current Portion of Loan Payable	47,407.67
Accrued Interest	<u>1,320.58</u>
TOTAL CURRENT LIABILITIES	<u>54,675.89</u>
 LONG TERM LIABILITIES	
Loan Payable	<u>1,674,066.74</u>
TOTAL LONG TERM LIABILITIES	<u>1,674,066.74</u>
 TOTAL LIABILITIES	 <u>1,728,742.63</u>
 NET POSITION	
Net Investment in Capital Assets	93,692.15
Restricted	21,907.76
Unrestricted	<u>666,807.34</u>
TOTAL NET POSITION	<u>782,407.25</u>
 TOTAL LIABILITIES AND NET POSITION	 <u>\$ 2,511,149.88</u>

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

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2023

OPERATING REVENUE	
User fees	\$ 212,572.83
Other	700.00
TOTAL OPERATING REVENUE	<u>213,272.83</u>
OPERATING EXPENSES	
Operating expenses (page 17)	80,615.58
Depreciation	141,978.27
TOTAL OPERATING EXPENSES	<u>222,593.85</u>
NET OPERATING INCOME (LOSS)	<u>(9,321.02)</u>
NONOPERATING REVENUE AND (EXPENSES)	
Interest income	14,341.98
Interest on debt	(69,814.34)
Nonoperating Revenue and (Expenses)	<u>(55,472.36)</u>
CHANGE IN NET POSITION	(64,793.38)
NET POSITION BEGINNING BALANCE	<u>847,200.63</u>
NET POSITION ENDING BALANCE	<u>\$ 782,407.25</u>

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

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2023

CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers and users	\$ 205,097.13
Payments to suppliers and employees	<u>(81,467.17)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>123,629.96</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of property and equipment	-
Principal paid on debt	(45,554.71)
Interest paid	<u>(69,849.29)</u>
NET CASH PROVIDED BY (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(115,404.00)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest received	<u>14,341.98</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>14,341.98</u>
NET INCREASE IN CASH	22,567.94
CASH, BEGINNING OF YEAR	651,139.20
CASH, END OF YEAR	<u><u>\$ 673,707.14</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating Income (Loss)	\$ (9,321.02)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Depreciation and Amortization	141,978.27
(Increase) or Decrease in accounts receivable	(7,735.80)
(Increase) or Decrease in prepaids	(851.59)
Increase or (Decrease) in deposits held for customers	<u>(439.90)</u>
Total adjustments	<u>132,950.98</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u><u>\$ 123,629.96</u></u>

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

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Public Water Supply District No. 13 of Jefferson County, Missouri (the “District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Principles Used to Determine Scope of Entity

The District's reporting entity includes the District's governing board and all related organizations for which the District exercises oversight responsibility.

The District has developed criteria to determine whether outside agencies with activities which benefit the customers of the District should be included within its financial reporting entity. The criteria includes, but is not limited to, whether the District exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters), scope of public service and special financing relationships.

The District has determined that no other outside agency meets the above criteria and, therefore, no other agency has been included as a component unit in the District's financial statements. In addition, the District is not aware of any entity which would exercise such oversight which would result in the District being considered a component unit of the entity.

B. Basis of Presentation

The District prepares its financial statements using the accrual basis of accounting which is accepted under Generally Accepted Accounting Principles. Revenues are recognized when earned, and expenses are recognized when incurred.

The financial transactions of the District are recorded in a single enterprise fund. An enterprise fund is a type of proprietary government fund which is normally used by water and other utility districts. An enterprise fund is 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 are 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. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Revenues and expenditures not meeting this definition are reported as non-operating revenues and expenditures.

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to the District is determined by its measurement focus. The transactions of the District are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets, deferred outflows or resources and all liabilities associated with the operations are included on the statement of net position. Net position (i.e., total assets and deferred outflows of resources net of total liabilities) is segregated into “net investment in capital assets;” “restricted” and “unrestricted” components. When an expense is incurred that can be paid using either restricted or unrestricted resources, the District’s policy is to first apply the expense toward restricted resources and then towards unrestricted resources.

D. Budgetary Information

The District annually adopts the Budget Resolution in order to comply with the budget guidelines for political subdivisions in the State of Missouri as provided in the Revised Missouri Statutes. Budgetary control is legally maintained by District management and the Board of Directors. Budget amounts are presented as part of the other information strictly as a management tool for use by the Board of Trustees and District management.

E. Cash and Cash Equivalents

The District considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

F. Capital Assets

All purchased capital assets are valued at cost. Donated capital assets are valued at their estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable. Depreciation of buildings, equipment and vehicles in the proprietary fund types is computed using the straight-line method, using asset life of 25 years for infrastructure. Depreciation charged to operations for the year ended December 31, 2023 was \$141,978.27.

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)

G. Net Position

Net Position represents the difference between assets and liabilities. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted. The District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted equity are available.

Restricted net position represents the portion of equity that is not available for appropriation or is legally restricted for a specific purpose. Equity restrictions have been established for contributed capital.

H. Use of Estimates in Financial Statements

Preparation of these financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023

II. CASH AND INVESTMENTS

A. Deposits

State statutes require that all deposits in financial institutions be fully collateralized by U.S. Government obligations or its agencies and instrumentalities or direct obligations of Missouri or its agencies and instrumentalities that have a market value of not less than the principle amount of the deposits. The District's deposits, including certificates of deposit, were fully insured or collateralized as required by state statutes at December 31, 2023. At year-end, the carrying amount of the District's deposits was \$673,707.14 with respective bank balances totaling \$680,673.75. Of the total bank balance, all of the funds were covered by Federal Depository Insurance Corporation (FDIC) or covered by collateral held by the Federal Reserve Bank in the District's name under a joint safekeeping agreement with various banks.

B. Summary of Carrying Values

The carrying values of deposits and investments shown above are included in the financial statements at December 31, 2023, as follows:

Included in the following fund financial statement captions:	
<u>Unrestricted Deposits:</u>	
Checking	\$ 651,799.38
Total Unrestricted Deposits	651,799.38
<u>Restricted Deposits</u>	
Checking	21,907.76
Total Restricted Deposits	21,907.76
Total Cash as of December 31, 2023	\$ 673,707.14

Custodial Credit Risk – Deposits

For a deposit, custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District's investment policy does not include custodial credit risk requirements. The District's deposits were not exposed to custodial credit risk for the year ended December 31, 2023.

Custodial Credit Risk – Investments

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by the party who sold the security to the District or its agent but not in the government's name. The District does not have a policy for custodial credit risk relating to investments. The District did not have any investments at December 31, 2023.

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023

II. CASH AND INVESTMENTS (CONCLUDED)

B. Summary of Carrying Values (concluded)

Investment Interest Rate Risk

Investment interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The District did not have any investments at December 31, 2023.

Concentration of Investment Credit Risk

Concentration of investment credit risk is required to be disclosed by the District for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the U.S. Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments). The District has no policy in place to minimize the risk of loss resulting from over concentration of assets in specific maturity, specific issuer or specific class of securities. The District did not have any investments at December 31, 2023.

III. CAPITAL ASSETS

The following is a summary of proprietary fund-type capital assets at December 31, 2023:

	<u>Balances</u> 1/1/2023	<u>Additions</u>	<u>Deletions</u>	<u>Balances</u> 12/31/2023
Capital Assets Not Being Depreciated:				
Land and Land Rights	\$ 1,998.00	\$ -	\$ -	\$ 1,998.00
Total Capital Assets Not Being Depreciated	<u>1,998.00</u>	<u>-</u>	<u>-</u>	<u>1,998.00</u>
Capital Assets Being Depreciated:				
Infrastructure	<u>3,549,456.68</u>	<u>-</u>	<u>-</u>	<u>3,549,456.68</u>
Total Capital Assets Being Depreciated	<u>3,549,456.68</u>	<u>-</u>	<u>-</u>	<u>3,549,456.68</u>
Total Capital Assets	3,551,454.68	-	-	3,551,454.68
Less Accumulated Depreciation	<u>(1,594,309.85)</u>	<u>(141,978.27)</u>	<u>-</u>	<u>(1,736,288.12)</u>
Net Capital Assets	<u>\$ 1,957,144.83</u>	<u>\$ (141,978.27)</u>	<u>\$ -</u>	<u>\$ 1,815,166.56</u>

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023

IV. LONG TERM DEBT

The following is a summary of loan transactions for the year ended December 31, 2023:

	<u>Balance</u> <u>January 1, 2023</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>December 31, 2023</u>	<u>Interest</u> <u>Paid</u> <u>Current Year</u>
Loan payable	\$ 1,767,029.12	\$ -	\$ 45,554.71	\$ 1,721,474.41	\$ 69,849.29
Totals	<u>\$ 1,767,029.12</u>	<u>\$ -</u>	<u>\$ 45,554.71</u>	<u>\$ 1,721,474.41</u>	<u>\$ 69,849.29</u>

The District entered into a loan with the United States Department of Agriculture, Rural Development, in the amount of \$2,094,000 as of August 3, 2010. The outstanding balance of the debt as of December 31, 2023, was \$1,721,474.41 with an annual interest rate of 4.0%. Interest only payments were made until May 24, 2014, and thereafter both principal and interest shall become due in monthly installments of \$9,617 on April 24 until principal and interest are fully paid.

The loan was entered into for the purpose of the installation of acquiring, construction and equipping common sewer treatment facilities to serve properties within the District, the cost of operation and maintenance of said sewerage system and the principal of and interest on said debt is to be payable solely from the revenues derived by the District from the operation of its sewerage system, including all future improvements and extensions thereto.

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023

IV. LONG TERM DEBT (CONCLUDED)

The future payments of the debt for the year ended December 31, 2023, are as follows:

For the Year Ended December 31,	Interest	Principal	Total
2024	\$ 67,996.21	\$ 47,407.67	\$ 115,403.88
2025	66,064.74	49,339.13	115,403.87
2026	64,054.59	51,349.28	115,403.87
2027	61,962.52	53,441.34	115,403.86
2028	59,785.24	55,618.60	115,403.84
2029-2033	263,032.57	313,986.67	577,019.24
2034-2038	193,642.43	383,376.62	577,019.05
2039-2043	108,917.30	468,101.54	577,018.84
2044-2046	17,143.47	298,853.56	315,997.03
Total	<u>\$ 902,599.07</u>	<u>\$ 1,721,474.41</u>	<u>\$ 2,624,073.48</u>

V. LITIGATION

The District is not a defendant in any litigation as of December 31, 2023.

VI. SUBSEQUENT EVENTS

In preparing these financial statements, the District has evaluated events and transactions for potential recognition or disclosure through July 14, 2024, the date the financial statements were available to be issued.

OTHER INFORMATION

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
SCHEDULE OF REVENUE AND EXPENSES - BUDGET TO ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2023

	BUDGET	ACTUAL	VARIANCE OVER/(UNDER)
OPERATING REVENUE			
User Fees	\$ 208,128.00	\$ 212,572.83	\$ 4,444.83
Other	-	700.00	700.00
TOTAL OPERATING REVENUE	<u>208,128.00</u>	<u>213,272.83</u>	<u>5,144.83</u>
OPERATING EXPENSES			
Operating expenses (page 17)	82,652.00	80,615.58	(2,036.42)
Depreciation	150,000.00	141,978.27	(8,021.73)
TOTAL OPERATING EXPENSES	<u>232,652.00</u>	<u>222,593.85</u>	<u>(10,058.15)</u>
NET OPERATING INCOME (LOSS)	<u>(24,524.00)</u>	<u>(9,321.02)</u>	<u>15,202.98</u>
NONOPERATING REVENUE AND (EXPENSES)			
Interest income	1,500.00	14,341.98	12,841.98
Interest expense	(126,948.00)	(69,814.34)	57,133.66
Nonoperating Revenue and (Expenses)	<u>(125,448.00)</u>	<u>(55,472.36)</u>	<u>69,975.64</u>
CHANGE IN NET POSITION	<u>\$ (149,972.00)</u>	<u>\$ (64,793.38)</u>	<u>\$ 85,178.62</u>

See independent auditor's report.

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
SCHEDULE OF OPERATING EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2023

Accounting	\$ 13,712.00
Operator	39,272.64
Utilities	4,139.31
Legal	975.00
Postage	1,244.09
Office Expense	350.47
Advertising	55.62
Insurance	6,096.41
Telephone	873.12
Liens	297.00
Maintenance	8,946.56
Miscellaneous	<u>4,653.36</u>
 TOTAL OPERATING EXPENSES	 <u><u>\$ 80,615.58</u></u>

See independent auditor's report.

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
SCHEDULE OF OPERATING EXPENSES - BUDGET BASIS TO ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2023

	BUDGET	ACTUAL	OVER/(UNDER) VARIANCE
Accounting	\$ 13,000.00	\$ 13,712.00	\$ 712.00
Operator	18,000.00	39,272.64	21,272.64
Utilities	5,174.00	4,139.31	(1,034.69)
Legal	500.00	975.00	475.00
Postage	1,028.00	1,244.09	216.09
Office Expense	500.00	350.47	(149.53)
Advertising	-	55.62	55.62
Insurance	6,000.00	6,096.41	96.41
Telephone	480.00	873.12	393.12
Liens	250.00	297.00	47.00
Maintenance	14,500.00	8,946.56	(5,553.44)
Miscellaneous	23,220.00	4,653.36	(18,566.64)
TOTAL OPERATING EXPENSES	<u>\$ 82,652.00</u>	<u>\$ 80,615.58</u>	<u>\$ (2,036.42)</u>

See independent auditor's report.

STATE COMPLIANCE SECTION

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
SCHEDULE OF STATE FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2023

I. SCHEDULE OF STATE FINDINGS

There were no state findings noted for the year ended December 31, 2023.

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2023

I. FINANCIAL STATEMENT FINDINGS

There are no current year financial statement findings to be reported for the year ended December 31, 2023.

PUBLIC WATER SUPPLY DISTRICT NO. 13
JEFFERSON COUNTY, MISSOURI
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2023

I. FINANCIAL STATEMENT FINDINGS – PRIOR YEAR

No financial statement findings were reported for the year ended December 31, 2022.