

Client: BRONSTON WATER ASSOCIATION, INC.
Engagement: 12/31/2024 Audit
Current Period: 12/31/2024
Workpaper: Adjusting Journal Entries

Account	Description	Workpaper Reference	Debit	Credit	Net Income Effect
AJE 01					
To adjust beginning balances					
10014	CD - CNB		368,521.00	0.00	
10015	CD - Community Trust		175,000.00	0.00	
10016	CD - South Central Bank		177,015.00	0.00	
10200	Accounts Receivable		65,328.00	0.00	
10300	Inventory		79,549.00	0.00	
15010	Land & Land Rights		132,500.00	0.00	
15015	Transmission & Dist. System		9,393,285.00	0.00	
15020	Meters & Installations		841,029.00	0.00	
15025	Office Building		35,897.00	0.00	
15030	Furnishings & Fixtures		41,147.00	0.00	
15035	Equipment & Vehicles		214,356.00	0.00	
15050	Accumulated Depreciation		0.00	4,450,977.00	
16005	Construction Period Interest		17,402.00	0.00	
16010	Accumulated Amortization		0.00	9,135.00	
20000	Accounts Payable		0.00	0.00	
20001	Customer Deposits		0.00	19,596.00	
20003	Payroll Taxes Withheld		0.00	3,658.00	
20005	KY Sales Tax Payable		0.00	248.00	
20016	School Tax Pay. - Pulaski		0.00	2,236.00	
20017	Membership Fees		0.00	23,260.00	
20018	Accrued Interest		0.00	62,752.00	
20200	Loan Pay-RD RSF2 #91-05		0.00	688,476.00	
20201	Loan Pay-RD RSF4 #91-11		0.00	680,388.00	
20202	Loan Pay-RD RSF6 #91-15-USDA		0.00	531,903.00	
20203	Note Payable RD 91-03		0.00	297,144.00	
20204	Note Payable RD 91-09		0.00	369,260.00	
20205	Note Payable RD 91-13		0.00	1,276,161.00	
300020	Retained Earnings		1,093,493.00	0.00	
300030	Tap on Fees		0.00	689,697.00	
300040	Federal Grants In Aid of Construction		0.00	3,298,823.00	
300050	KY Grants In Aid of Construction		0.00	947,000.00	
300060	Member Investments		0.00	112,395.00	
300070	Cares Act - ERC		0.00	96,039.00	
300010	Opening Balance		909,336.00	0.00	
10004	Citizens Bank General Business		39,599.00	0.00	
300010	Opening Balance		0.00	39,599.00	
500035	Miscellaneous Expense		15,290.00	0.00	
Total			13,598,747.00	13,598,747.00	(15,290.00)

AJE 02

To adjust inventory

10300	Inventory	12,531.00	0.00
500055	Trans & Dist Expense: METERS & PARTS	0.00	12,531.00
Total		12,531.00	12,531.00
			12,531.00

AJE 03

Accrued Exp: To correct School

Tax liability

40010	Utility Tax Expense	30,333.00	0.00
20016	School Tax Pay. - Pulaski	0.00	30,333.00
40003	Services	32,968.00	0.00
40011	School Tax Collected	0.00	32,968.00

Account	Description	Workpaper Reference	Debit	Credit	Net Income Effect
40010	Utility Tax Expense		2,635.00	0.00	
500019	Taxes & Licenses		0.00	2,635.00	
Total			65,936.00	65,936.00	(30,333.00)

AJE 04

Accrued Exp: To correct Sales

Tax liability

40013	Sales Tax Expense		5,841.00	0.00	
20005	KY Sales Tax Payable		0.00	5,841.00	
40003	Services		6,284.00	0.00	
40012	Sales Tax Collected		0.00	6,284.00	
40013	Sales Tax Expense		443.00	0.00	
500019	Taxes & Licenses		0.00	443.00	
Total			12,568.00	12,568.00	(5,841.00)

AJE 05

To correct Accrued Payroll

liabilities

20004	Federal Payroll Taxes Payable		8,059.00	0.00	
	Payroll Liabilities: Federal Taxes (941/943/944)		0.00	1,201.00	
20006	Kentucky Withheld Tax		0.00	2,934.00	
20013	Payroll Liabilities: KY Income Tax		0.00	228.00	
20014	Payroll Liabilities: KY Local Tax		0.00	1,097.00	
20003	Payroll Taxes Withheld		3,658.00	0.00	
20002	Direct Deposit Payable		0.00	5,615.00	
20015	Payroll Liabilities: KY Unemployment Tax		0.00	218.00	
	Payroll Liabilities: Federal Unemployment (940)		0.00	168.00	
500016	Payroll Expense: Wages		3,213.00	0.00	
20009	Payroll Liabilities: Anthem-EmpChild		1,076.00	0.00	
20010	Payroll Liabilities: Anthem-Family		2,544.00	0.00	
20007	Payroll Liabilities: Aflac		93.00	0.00	
20008	Payroll Liabilities: Aflac- Tax		210.00	0.00	
500035	Miscellaneous Expense		0.00	7,392.00	
Total			18,853.00	18,853.00	4,179.00

AJE 06

To adjust payroll tax

500050	Salaries & Wages Employee		9,247.00	0.00	
500045	Payroll Taxes		0.00	9,247.00	
500050	Salaries & Wages Employee		1,433.00	0.00	
500032	Fringe Benefit - Health Ins		0.00	1,433.00	
Total			10,680.00	10,680.00	0.00

AJE 07

To record FA additions

15035	Equipment & Vehicles		4,027.00	0.00	
15035	Equipment & Vehicles		3,599.00	0.00	
15020	Meters & Installations		6,048.00	0.00	
500052	Trans & Dist Expense		0.00	4,027.00	
500017	Repairs & Maintenance		0.00	3,599.00	
500055	Trans & Dist Expense: METERS & PARTS		0.00	6,048.00	
Total			13,674.00	13,674.00	13,674.00

AJE 08

Account	Description	Workpaper Reference	Debit	Credit	Net Income Effect
To correct loan balances and interest exp					
20200	Loan Pay-RD RSF2 #91-05		0.00	28,400.00	
20202	Loan Pay-RD RSF6 #91-15-USDA		0.00	6,649.00	
20203	Note Payable RD 91-03		9,739.00	0.00	
20204	Note Payable RD 91-09		9,747.00	0.00	
20205	Note Payable RD 91-13		27,188.00	0.00	
20206	Long Term Debt		0.00	92,463.00	
20201	Loan Pay-RD RSF4 #91-11		0.00	12,757.00	
20018	Accrued Interest		1,490.00	0.00	
500012	Interest Paid		92,105.00	0.00	
Total			140,269.00	140,269.00	(92,105.00)
AJE 09					
To amortize construction period interest					
16010	Accumulated Amortization		0.00	870.00	
500063	Amortization Expense		870.00	0.00	
Total			870.00	870.00	(870.00)
AJE 10					
To book unrecorded AP					
500024	Professional Services		4,500.00	0.00	
20000	Accounts Payable		0.00	4,500.00	
Total			4,500.00	4,500.00	(4,500.00)
AJE 11					
To record prior period adjustment for fixed assets					
15015	Transmission & Dist. System		0.00	942,508.00	
15050	Accumulated Depreciation		49,077.00	0.00	
300020	Retained Earnings		893,431.00	0.00	
Total			942,508.00	942,508.00	0.00
AJE 12					
To adjust FA and record depreciation expense					
15015	Transmission & Dist. System		0.00	31,173.00	
15020	Meters & Installations		150,298.00	0.00	
15025	Office Building		550.00	0.00	
15030	Furnishings & Fixtures		0.00	2,089.00	
15035	Equipment & Vehicles		0.00	117,586.00	
15050	Accumulated Depreciation		0.00	155,205.00	
500062	Depreciation Expense		155,205.00	0.00	
Total			306,053.00	306,053.00	(155,205.00)
AJE 13					
To record CIP and retainage liability					
20000.1	AP - Twin Rivers Construction account		0.00	1,049,148.00	
16006	CIP		1,049,148.00	0.00	
Total			1,049,148.00	1,049,148.00	0.00
AJE 14					
To reclassify current portion of long-term debt					
20222	Current Portion LTD		0.00	92,025.00	
20206	Long Term Debt		92,025.00	0.00	
Total			92,025.00	92,025.00	0.00

Account	Description	Workpaper Reference	Debit	Credit	Net Income Effect
AJE 15					
To adjust CD balances					
10014	CD - CNB		0.00	70,028.00	
10015	CD - Community Trust		0.00	175,000.00	
10016	CD - South Central Bank		272,297.00	0.00	
40001	Interest Income		0.00	27,269.00	
Total			272,297.00	272,297.00	27,269.00
AJE 16					
To adjust accounts receivable					
10200	Accounts Receivable		0.00	103,327.00	
40003	Services		103,327.00	0.00	
10202	Unbilled Accounts Receivable		33,901.00	0.00	
40003	Services		0.00	33,901.00	
Total			137,228.00	137,228.00	(69,426.00)
AJE 17					
To adjust sewer charges					
40006	Sewer Billing-Woodson Bend		46,762.00	0.00	
500035	Miscellaneous Expense		0.00	22,675.00	
500036	Office Expense		0.00	24,087.00	
Total			46,762.00	46,762.00	0.00
GRAND TOTAL					
			16,724,649.00	16,724,649.00	(315,917.00)