Annual Comprehensive Financial Report

For the years ended December 31, 2025, and 2024

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA

The Sewerage and Water Board of New Orleans (SWBNO) has made significant progress on the Power Complex—a crucial piece of power infrastructure that will provide more reliable energy to support our drainage and drinking water

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LA

(A component unit of the City of New Orleans, LA)

Annual Comprehensive Financial Report For The Years Ended December 31, 2025 and 2024

Prepared By:

Finance & Accounting

STRATEGIC FRAMEWORK

Vision

To be a model utility that earns and holds the trust and confidence of our customers, community, and partners through reliable and sustainable water services.

Mission

Our team of experts serves the people of New Orleans and improves their quality of life by reliably and affordably providing safe drinking water; removing wastewater for safe return to the environment; and draining stormwater to protect our community.

Core Values

Customer Focused

Transparent & Honest

Accountable

Safety-Minded

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA

Annual Comprehensive Financial Report
Years ended December 31, 2025 and 2024

TABLE OF CONTENTS

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA

Annual Comprehensive Financial Report
Years ended December 31, 2025 and 2024

TABLE OF CONTENTS

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA

Annual Comprehensive Financial Report
Years ended December 31, 2025 and 2024

TABLE OF CONTENTS

III. STATISTICAL SECTION (UNAUDITED) (continued) — PAGE(S)

IV. SUPPLEMENTAL SECTION (UNAUDITED)

INTRODUCTORY SECTION

Our Five-Year Strategic Plan acts as a blueprint for SWBNO's decision-making process so we can become the model utility New Orleans deserves.

VISION:

To be a model utility that earns and holds the trust and confidence of our customers, community, and partners through reliable and sustainable water services.

TO: Citizens of Orleans Parish,
The Honorable Helena Moreno, President, and
Members of the Sewerage and Water Board of New Orleans
625 St. Joseph Street
New Orleans, LA 70165

DATE: June 26, 2026

We respectfully submit the enclosed Annual Comprehensive Financial Report (ACFR) for the Sewerage and Water Board of New Orleans (SWBNO or the Utility) for the years ended December 31, 2025, and 2024. This yearly report provides our Board of Directors, investors, customers, and the public at large with the Utility's latest, most complete financial picture.

We believe that the data, as presented, is accurate in all material respects. This report is designed to fairly present SWBNO's financial position and operation results for the SWBNO Enterprise and Pension Trust Funds. Necessary disclosures are included for the reader to understand SWBNO's financial activities.

SWBNO retained EisnerAmper LLP (EA), a licensed CPA firm, to serve as its independent auditor. EA has issued unmodified opinions on SWBNO's financial statements for the years ended December 31, 2025 and 2024. The independent auditors' report is located at the front of the Financial Section within our ACFR.

THE ANNUAL COMPREHENSIVE FINANCIAL REPORT

The ACFR is organized into four sections:

Introductory Section: This section includes this letter of transmittal, as well as various governance, leadership, and organizational charts. This transmittal letter is designed to complement the Management's Discussion and Analysis (MD&A) (see Financial Section) and should be read in conjunction with it.

Financial Section: This section includes the Independent Auditors' Report, the MD&A, basic financial statements, accompanying notes, and required supplementary information (RSI). The MD&A is required by the Governmental Accounting Standards Board (GASB) and provides an overview and analysis of the basic financial statements.

504.529.2837 or 52.WATER swbno.org 625 St. Joseph Street, New Orleans, LA 70165

Statistical Section: This section presents graphs and details demonstrating financial trends as well as revenue and debt information as context for understanding SWBNO's overall financial health and operating capacity.

Supplemental Section: This section includes additional historical schedules.

The basic financial statements were prepared in accordance with U.S. Generally Accepted Accounting Principles (GAAP) and audited by independent, certified public accountants retained by SWBNO.

Pursuant to LA Revised Statues §24:513 (A), SWBNO is required to have its financial position examined and audited each year by licensed, certified public accountants.

SWBNO's management is responsible for the reliability of the information in this report, based upon a comprehensive internal control framework established for this purpose. The internal control framework is designed to give reasonable assurance that the financial statements are free from material misstatements, and the cost of internal controls does not exceed the benefits derived from the controls. The internal control over financial reporting is a process designed by, or under the supervision of, SWBNO's Executive Director, Chief Financial Officer, and Controller and effected by the Board of Directors, management, and other personnel to provide reasonable assurance regarding the reliability of financial reporting in accordance with GAAP.

PROFILE OF SEWERAGE AND WATER BOARD OF NEW ORLEANS

SWBNO is a public utility that owns, maintains, and operates New Orleans' vast networks of water and sewer mains, drinking water and wastewater treatment plants, as well as the components of the city's drainage system that are 36" or greater in diameter (primarily drainage canals). Effective January 1, 2025, SWBNO has entered to an agreement with the City based on the state's legislation to again maintain and operate the minor drainage system which is less than 36" in diameter.

SWBNO meets the criteria for classification as a component entity as described in GASB Statement No. 61 - *The Financial Reporting Entity: Omnibus-An Amendment of GASB No. 14 and 34*, however, is fiscally independent to operate under its bond covenant and the provisions of Louisiana Revised Statutes. The reporting entity includes the Enterprise Fund and the Pension Trust Fund. The Enterprise Fund comprises three (3) independent systems: Water, Sewerage, and Drainage.

SWBNO was founded in 1899 by state law and merged with the New Orleans Drainage Commission in 1903 to eventually assume its present-day mission: To serve the people of New Orleans and improve their quality of life by providing safe drinking water, removing wastewater for safe return to the environment, and draining stormwater to protect our community. Its team of experts does this reliably, continuously, and at a reasonable cost. SWBNO's vision is to be a model utility that earns and holds the

504.529.2837 or 52.WATER swbno.org 625 St. Joseph Street, New Orleans, LA 70165

trust and confidence of our customers, community, and partners through reliable and sustainable water services.

Today, SWBNO serves 364 square miles of the City of New Orleans with treatment plants on the East Bank and West Bank. SWBNO also provides drainage services to approximately 2,550 acres of neighboring Jefferson Parish. Raw water is sourced from the Mississippi River for treatment. The utility operates a drainage system of approximately 280 miles of open and underground canals and 24 pumping stations that house 120 drainage pumps. The drainage and water systems are powered by a combination of modern 60-Hertz electricity and self-generated 25-Hertz power that dates to the early 20th century. SWBNO is under a federal Consent Decree to overhaul the New Orleans sewerage system for which the underground construction deadlines were met in October 2025. An independent contractor manages sewer operations and the East Bank and West Bank wastewater treatment plants. The first ever dedicated electrical substation was operational for the first time in late 2025 providing a more reliable power source for assets throughout the oldest part of the City.

This utility operates independently of the city government under the oversight of its 11-member Board of Directors:

- The Mayor of the City of New Orleans, serving as president
- A member of the City Council's Public Works, Sanitation and Environmental Committee or his/her designee
- Two members of the city's debt manager- Board of Liquidation, City Debt
- Seven citizen members appointed by the mayor with the consent of the City Council

Citizen members must represent New Orleans' five City Council districts; and must be considered consumer advocates. The Board of Directors is responsible for, amongst other things, passing resolutions, adopting the budget, appointing committees, and hiring the Board's Executive Director and General Superintendent. The Executive Director is responsible for carrying out the policies and resolutions of the Board and overseeing day-to-day operations.

The water and sewerage systems, and the overall administration of SWBNO, are primarily funded through services rates, which the New Orleans City Council approves (last adjusted in 2020). Maintenance, operations, and improvements to the drainage system are primarily financed through three ad valorem taxes set at rates of three-(3) mill, six-(6) mill, and nine-(9) mill, which expire in 2046, 2027, and 2031, respectively. The SWBNO employs approximately 1,300 people and manages a $293 million pension trust fund.

ECONOMIC GROWTH AND OUTLOOK

As one of the last major ports before the Mississippi River empties into the Gulf of Mexico, New Orleans is a central hub for commerce and an economic engine for the broader Gulf Coast region. It is also a large nexus for rail and truck routes. The latest mid-year estimates (July 2025) revealed the City of New Orleans experienced a decrease in population to 362,154 relative to the 2020 census (*U.S. Census Bureau, Population Division*).

New Orleans has a diverse economy, with the main sectors being energy, advanced manufacturing, international trade, healthcare, and tourism. It is the home to internationally known universities and hospitals. Some of the largest companies in New Orleans include Entergy Corporation, Ochsner Health System, Tulane University, Woodward Design + Build, Hancock Whitney Corporation, and Boh Bros Construction.

The New Orleans metropolitan area unemployment rate (4.1%) was slightly above the State of Louisiana's rate (4.0%) and slightly below the national unemployment rate at the end of 2025 (4.2%), according to the US Bureau of Labor Statistics based on the high volume of hospitality and tourism jobs located in the City.

The median household income in the City of New Orleans is $56,631 compared to $60,756 for the State of Louisiana and $80,734 for the United States, with 22.6% of residents falling below the federal poverty line which is much greater than the state average of 18.7% and United States average of 10.6% according to the Unites States Census Bureau.

MANAGEMENT INITIATIVES

The Utility launched its first ever 5-year strategic plan back in 2022 and has steadily focused on delivering impactful change through six working groups, one dedicated to each of the strategic plan's focus areas, and management continues to meet periodically to discuss successes, challenges, and key performance indicators to rebuild consumer confidence with tangible new assets like Smart Meters and a new Power Complex. The Utility Strategic plan provides a unifying approach to Technology Modernization, Financial Stability, Workforce Development and Enrichment, Customer Service Excellence and Stakeholder Engagement, Infrastructure Resiliency and Reliability, and Organizational and Operational Improvement.

During 2025, SWBNO carried out a range of plan-aligned tactics within the timelines the working groups identified for them. Strategic plan highlights include:

- Finished implementation of the first ever Cloud based software implementation project in the Utility's history with "FINS Vue Oracle" marking a new and transformational way to share financial information throughout the Utility – a truly new vision for Finance (February 2026 Go-Live)

- In June to September 2025 the Utility introduced a penalty free amnesty program allowing customers who sign up for a payment plan on past due bills to receive an unpaid penalties waiver. The customers could call or access the software tool, Promise Pay, which is flexible and easily accessible through texting and online platforms. Promise Pay is there to assist customers with utility debt, which can be burdensome while trying to catch up and pay current bills.
- Installed over 133,000+ smart meters by the end of the year representing the vast majority of active connections (139,000) with the final phases of the project to complete with our internal staff.
- As part of Smart Metering, introduced a new customer online account solution which had its first full year of customer use in 2025 providing customers real time access to metering data which is a game changer in terms of early identification of higher-than-expected consumption (potential leak alerts)
- Developed and implemented key communication campaigns (Smart Metering and Lead and Copper Rule regulations) for proactive and educational outreach for new and expected changes coming.
- Published the now annually required Lead Service Line Inventory in accordance with regulatory requirements.
- Improved the Louisiana Department of Health Water treatment letter Grades for the Carrollton Water plant to a "B" in 2025 and receiving lower grades in the last 2 fiscal years while the Algiers Water plan received an "A" in 2025.

FINANCIAL PLANNING

In 2025, SWBNO continued to focus on external funding opportunities for continuation of several key capital projects while dealing with the fact that rates have remained flat since the last rate increase in 2020 while costs have been subject to inflation. The most recent comprehensive financial rate study completed in late 2022 allowed for a deeper understanding of our water and sewer system revenue, the cost of providing those services to our customers, and the costs associated with capital projects to sustain and improve the service we provide.

The rate study found that the income our water and sewer rates generate covers our obligatory debt service and the cost of our day-to-day operations and maintenance. However, current revenue leaves nearly all our ten-year capital improvement projects unfunded which necessitates continually pursuing creative external funding opportunities. Pay-go or cash financing, representing projects that can be pursued based on residual funding from rates or taxes, are limited to $30 to $40 million. Critical unfunded projects exist to replace key equipment in water treatment plants, water and sewer mains, wastewater treatment plants, and sites throughout the City which operate network distribution system and city drainage. After the close of the fiscal year end the Utility experienced 5 major main breaks in early months of 2026 leading to an Immediate Action Plan and the need to raise the issues to key stakeholders both at the Federal and State level given the significantly aged Infrastructure.

In addition, SWBNO has now completed a drainage stormwater feasibility study with a professional rate consultant to provide a policy recommendation for incremental drainage sources of revenue to increase the overall level of services to the community. The new fee proposal recommended by the rate consultants is now with a Policy Working Group to bring input from the City Council, City Administration and the Utility to bring greater alignment and collaboration to a generational problem in terms of investing in the assets needed for an effective Drainage system for our City which sits below sea level.

GENERAL OPERATIONS

The change in net position for the year ended December 31, 2025, was an increase of approximately $230 million, as opposed to an approximately $163 million increase for the year ended December 31, 2024, primarily due to an increase in capital contributions and income before capital contributions. Total water and sewer operating revenues were higher by 9% overall to approximately $297 million primarily driven by fewer customer credits and flat billed water consumption. Operating expenses of $339 million were higher by $14 million or about 4% with the largest increases in administrative and general line item attributed to modernization projects. Total non-operating revenue increased by $2.6 million or 3% related to primarily a one-time federal noncapital grant while drainage taxes were flat year over year.

BUDGETARY CONTROL

SWBNO maintains internal budgetary control by preparing and monitoring an annual operating and capital budget for the Water, Sewerage, and Drainage departments. The statement of revenues, expenses, and changes in net position; statement of net position; and statement of cash flows are prepared for each system. Also, monthly budget reports are provided to assist each department-level manager in fiscal decision-making.

The 2025 approved operating budget was $454.5 million, which was 1% more than the prior year. SWBNO has $489 million in outstanding senior lien debt: $19 million in Drainage Bonds, $276 million in Sewer Revenue Bonds, and $194 million in Water Revenue Bonds. SWBNO has been issued an “A” and an “A-” rating from Standard & Poor’s Ratings Services (S&P) for the sewer system and water system, respectively, and a “BBB+” for the water system and sewer system from the Fitch Ratings. In addition, KBRA issued an A+ rating for the special sewer bond issued via the Water Infrastructure Finance and Innovation Act.

CAPITAL IMPROVEMENT PROGRAM

SWBNO's 10-year capital improvement program considers resources and expenses to repair, rehabilitate, and replace water, sewer, and drainage capital assets. The program allows the utility to compare the impact of future stability over the next ten years. This includes capital improvements to

504.529.2837 or 52.WATER swbno.org 625 St. Joseph Street, New Orleans, LA 70165

infrastructure for completing projects related to Hurricane Katrina repairs, ongoing rehabilitation, handling anticipated growth, maintaining compliance with regulatory requirements, technology changes, and bringing the system into the 21st century.

At the close of 2025, there were several active contracts for capital projects in addition to a major joint roads/utilities project with the City, Joint Infrastructure Recovery Roads (JIRR) Program, and major projects for Sewer system overhaul, Lead Service line replacements, Treatment plan upgrades, Smart Metering, and the Power Complex.

Further, there were emergency contracts, which are those not anticipated in the capital improvement program, but which consume limited capital funding, including:

2025- Snow and Freeze Event- On January 20, 2025, the National Weather Service forecasted a major winter storm for Orleans Parish including multiple days of freezing temperatures and snow. The General Superintendent issued a formal emergency declaration to mitigate the increased risks to the sewer, water, and drainage capabilities of SWBNO, requiring immediate augmentation of operational and support services in anticipation of the scope and magnitude of work required for the restoration of SWBNO facilities. This work was completed in January of 2025.

2025 – Sewer Pump Station “A” Fire- On February 3, 2025, an electrical fire occurred at Sewer Pump Station “A” which resulted in the damage to electrical equipment providing power to the 60-hz pumps at the station (4 of the 6 total pumps at the location). Due to the critical function of this pump station, it was necessary to immediately procure services to restore and ensure full and reliable, redundant function and capacity of Sewer Pump Station “A”. This work began in February of 2025 and is ongoing.

2025- Drainage Pumps and Frequency Changers- On May 21, 2025, Frequency Changer 3 went out of service at SWBNO’s West Bank Power Facility. This equipment allows SWBNO to convert 60-hz power provided by Entergy to 25-hz power which is needed to operate many of SWBNO’s drainage pumps. Subsequently, on June 16, 2025, Frequency Changer 4 went out of service at SWBNO’s Station D facility. Also on June 16, 2025, the drainage pumps at drainage pump stations (DPS) 4, 16 and 19 all went out of service. Immediate repair and replacement of this equipment was needed to avoid drainage system interruptions during hurricane season. This work was completed in August 2025.

2025 – 30” Water Main Break on Upperline St.- On June 27, 2025, a break in the 30” water line on Upperline Street occurred causing a significant reduction in water pressure to a densely populated area that includes major hospitals and critical care facilities. Immediate repair and replacement of the damaged pipe was needed to avoid service interruption. This work was completed in July 2025.

2025 – Mold Remediation- On August 7, 2025, the presence of potentially harmful mold species was identified at SWBNO facilities. Immediate further testing and remediation of existing mold as well as

504.529.2837 or 52.WATER swbno.org 625 St. Joseph Street, New Orleans, LA 70165

elimination of source moisture by a licensed contractor was critical to the safety and protection of users of SWBNO facilities. This work was completed in Q4 2025.

As of December 31, 2025, SWBNO's budget for its ten-year capital improvements program totaled approximately $2.86 billion and included $390 million in budget authority for the year ending December 31, 2025, with about $300 million funded. The appropriations completed by the end of the year totaled $151 million while cash spent on capital projects was $272 million for the year.

Due to certain regulatory and legislative changes and age of infrastructure, additional capital improvements are expected but are not yet funded. Future capital improvement program expenditures will require grant funding, the issuance of additional debt depending on the amount and timing of expenditures to the extent bonding capacity allows, or identification of alternative funding.

WATER SYSTEM MAJOR INITIATIVES

Below is a list of the major water system initiatives completed in 2025 and those that are still in progress:

CARROLLTON WATER PURIFICATION PLANT

- Design of valves, actuators, and controls at Sycamore Filter Gallery in progress. Construction originally began in 2018 using a phased approach. SWBNO finished Phase 3 in 2023 and began construction on Phase 4 in 2024. Once Phase 4 is completed, all filter media will have been replaced for filters that will continue to stay in service. Future phases will address the flow control valves and automation.
- Rehabilitation of the Panola Pump Station and High Lift Stations also began in 2022 and continued through 2025.
- Design of a new facility for the consolidated bulk storage and feed of water purification chemicals at the Carrollton Water Plant is complete. Funding is being applied through the Drinking Water State Loan Revolving Fund.
- Design of the repairs to the fender system at New River and Oak St. Raw Water Intake Structures is complete.
- A Water Quality Master Plan to evaluate the water treatment process at both purification plants was completed in early 2026.

ALGIERS WATER PURIFICATION PLANT

- Design of water storage tank mixing in progress
- Staff design of filter media replacement and repair to valves and actuators in progress
- A Water Quality Master Plan to evaluate the water treatment process at both purification plants was completed in early 2026.

WATER DISTRIBUTION SYSTEM

- Ongoing coordination with the Department of Public Works to rehabilitate water mains in association with the Joint Infrastructure Recovery Roads Program (JIRR) and other roadway rehabilitation projects. The JIRR includes 223 construction projects. JIRR is funded by FEMA in the amount of $1.66 billion ($1.4 billion to the City and $264 million to SWBNO). Currently ninety (90) of the JIRR projects are complete, Sixteen (16) projects are in construction, and seven (7) projects are in bid and award phases.

- Ongoing management of 18 JIRR engineering consultants designing water main replacement projects for our 62 neighborhoods

WATER PUMPING AND POWER

- Replacement of various 25-Hz power distribution cables in progress
- Preliminary design of new VFDs and motors for distribution pumps completed

SEWER SYSTEM INITIATIVES

Below is a list of the major sewer system initiatives completed and those that are still in progress:

SEWERAGE PUMPING STATIONS

- Procurement of replacement pumps and motors for multiple SPS is continuing
- Planning for the purchase of portable generators for deployment to the SPS is ongoing with delivery expected in mid-2026

SEWER COLLECTION SYSTEM

- Ongoing coordination with the Department of Public Works to rehabilitate sewer mains in association with the Joint Infrastructure Recovery Roads Program (JIRR) and other roadway rehabilitation projects
- Construction within the Mid-City and Carrollton Basins is now 100% complete

WASTEWATER TREATMENT PLANTS

- EBWWTP & WBWWTP – Phase One Capital Improvements Project – In Progress.
- EBWWTP – Vacuum Pressure Swing Adsorption (VPSA) System Replacement – In Progress.
- EBWWTP – Main Switchgear #1 & #2 Relay Replacement – Complete
- EBWWTP – BFP #1 & #4 Replacement – In Progress.
- EBWWTP – Effluent Pump #1 Replacement – In Progress.
- EBWWTP – 4MW Generator Transformer Replacement – In Progress.
- EBWWTP – Sedimentation Basin Cleaning & Rehab – In Progress.
- EBWWTP – FBI Incinerator Duplex Strainer Replacement – Complete.
- EBWWTP – FBI Incinerator Venturi Scrubber Mercury Module & Media Replacement – Complete.
- EBWWTP – WAS Pump Replacement – In Progress.
- WBWWTP – Final Clarifier #1 Rehabilitation – In Progress.
- WBWWTP – Trickling Filter #2 Rehabilitation – In Progress.
- WBWWTP – Switchgear Rehabilitation – In Progress

504.529.2837 or 52.WATER swbno.org 625 St. Joseph Street, New Orleans, LA 70165

DRAINAGE SYSTEM INITIATIVES

Below is a list of the major drainage system initiatives planned or completed and those that are still in progress:

DRAINAGE PUMPING STATIONS

- Additional SCADA instrumentation purchase and installation (NDR grant) bid advertising scheduled for Q3 2026
- Design of Discharge Pump Station #13 in Algiers in progress (USACE project)
- Construction of a new generator at DPS 10 (USACE project) in progress

CANALS

- Construction of General DeGaulle Canal improvements from Shirley Dr. to Behrman Pl. is completed
- Construction of Florida Avenue Canal Phase IV is completed.
- Construction of SELA 72.2 General Degaulle Canal Improvements from Behrman Pl to Holiday Dr is ongoing
- SELA 26.1A Florida Ave. Canal Phase IV-1A (USACE project) in progress
- Design of Donner Canal from Algiers Outfall Canal to Pump Station #13 in progress
- Design of General DeGaulle Canal from Behrman Place to Algiers Outfall Canal in progress

OTHER FINANCIAL INFORMATION AND SUBSEQUENT EVENTS

After the fiscal year end, the Water and Sewer system's credit rating A- and A, respectively, were lowered by S&P to BBB+ with the rating agency citing funding challenges and complex governance as issues impacting New Orleans along with the general viewpoint that aged infrastructure across the sector will impact water systems in the coming years.

The 2026 Regular Legislative Session passed House Bill 1243 which alters the existing state laws which govern the Utility and is supported by the City of New Orleans and State legislators. House Bill 1243 provides relative to board composition, powers and duties, and operational policies of the Utility. Under House Bill 1243, the Utility continues as the public water system, the public sewerage system, and the public drainage system as a state entity separate and apart from the City of New Orleans. However, the bill provides that the composition of the board of directors may be set forth in the home rule charter for the City of New Orleans. Further the bill provides that the New Orleans City Council may, by ordinance, prescribe rules and regulations governing the appointment, terms, and service of board members as well as the operational activities of the Utility. HB 1243 prohibits the New Orleans City Council from impairing existing obligations of the Utility and the anticipated ordinances relative to House Bill 1243 will be proposed in a public process by the New Orleans City Council.

On June 1, 2026, the Mayor of New Orleans issued Executive Order HM 26-04A establishing the Public Utility Modernization Process Subgroup (PUMPS), a standing working group under the Infrastructure

Coordinating Council (ICC) that will help guide the City's review and implementation of proposed reforms to the Utility. The executive order comes after legislation providing the New Orleans City Council with expanded authority over SWBNO, was approved by the Louisiana Legislature. Under the executive order, PUMPS will assist the Mayor, ICC, and City Council in evaluating governance reforms, operational oversight, fiscal impacts, infrastructure coordination, and long-term modernization strategies for SWBNO. In the near term, PUMPS will make recommendations concerning governance, oversight and transition issues associated to House Bill 1243.

NEW FEDERAL REGULATIONS

SWBNO prides itself on meeting or exceeding state and federal drinking water quality standards. In April 2024, the U.S. Environmental Protection Agency announced the final National Primary Drinking Water Regulations for six types of fluoroalkyl substances (PFAS). SWBNO has been monitoring for PFAS contaminants, and the data indicates that levels of regulated PFAS in the source water from the Mississippi River do not exceed the established limits. Therefore, SWBNO will not be required to take action to reduce PFAS in drinking water. We will continue to collect periodic samples as required by regulations.

In October 2024, the EPA issued the final Lead and Copper Improvements Rule, which requires drinking water systems to identify and replace lead pipes within 10 years. It also includes new provisions for testing drinking water and a lower threshold for acceptable levels of lead in drinking water. SWBNO met the deadline for publishing a lead service line inventory on our website, as well as mailing notifications to customers with known or unknown service line material. SWBNO closed on an $86M loan through the Drinking Water State Revolving Loan Fund (DWSRF) to fund the first investigations and service line replacement projects, which began in 2025. The terms of the loan are 49% principal forgiveness and zero percent interest.

SWBNO will continue to prepare for timely compliance with both regulations, and we will expand our efforts to educate customers about lead, copper, and PFAS, empowering them to protect themselves from other, non-water sources of exposure (i.e., paint and soil for lead; non-stick, non-stain, and water-resistant consumer products for PFAS).

WATER TREATMENT SYSTEM EVALUATION

With a path forward to address the outstanding needs in our power system, SWBNO intends to shift focus on the next steps for major rehabilitation of our water treatment systems. Our primary drinking water treatment plant received its last major renovations in 1959, over 60 years ago. New, more efficient treatment technology has been widely adopted since then. Evolving federal drinking water quality regulations could eventually require treatment process changes. In 2024, we began a master planning effort focused on modernizing the East Bank Water Treatment Plant. The Water Quality Master Planning was completed, and through an initial phase 1 capital investment strategy, $50 million of State Capital Outlay has been requested through the Orleans Parish application process to the State.

ACKNOWLEDGEMENTS

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of SWBNO, particularly the Finance and Accounting departments. We also acknowledge all members of the Board of Directors for their unfailing support, leadership, and professionalism in managing SWBNO's finances. Of course, we extended our great appreciation to the President of the Board, Mayor Helena Moreno, Governor Jeff Landry, and our hospitality partners, who played a vital role in obtaining much-needed funding for SWBNO as we look toward rebuilding a strong infrastructure for the citizens and visitors of New Orleans.

Because of the dedication of its employees, SWBNO received the Government Finance Officers Association of the United States and Canada (GFOA) Certificate of Achievement for Excellence in Financial Reporting for its prior year ACFR which continues a longstanding tradition. This Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparing state and local government financial reports. To receive a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized ACFR that conforms to program standards. Such an ACFR must satisfy both generally accepted accounting principles and applicable legal requirements. The award is valid for one (1) year only. We believe the current report meets the Certificate of Achievement Program requirements, and we will submit this ACFR to the GFOA.

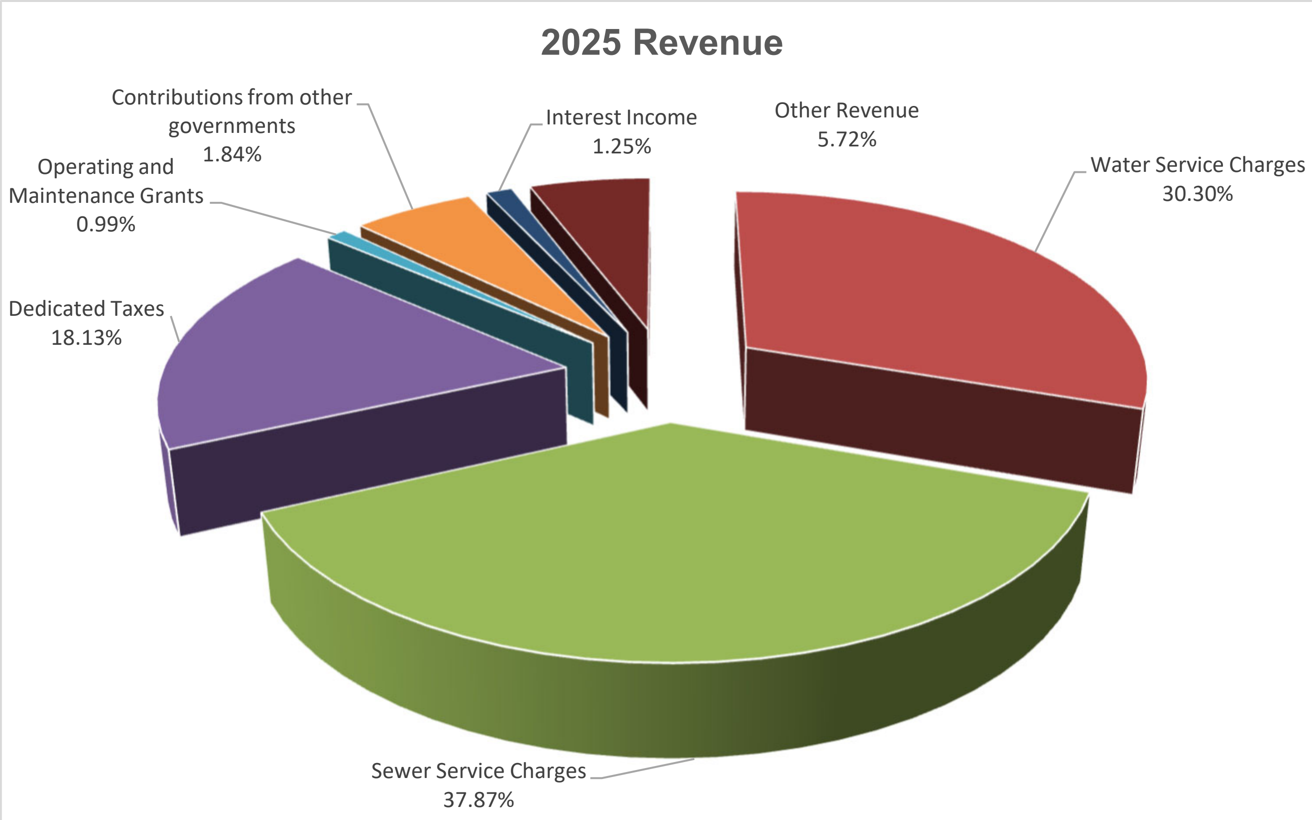
SWBNO hereby submits its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2025.

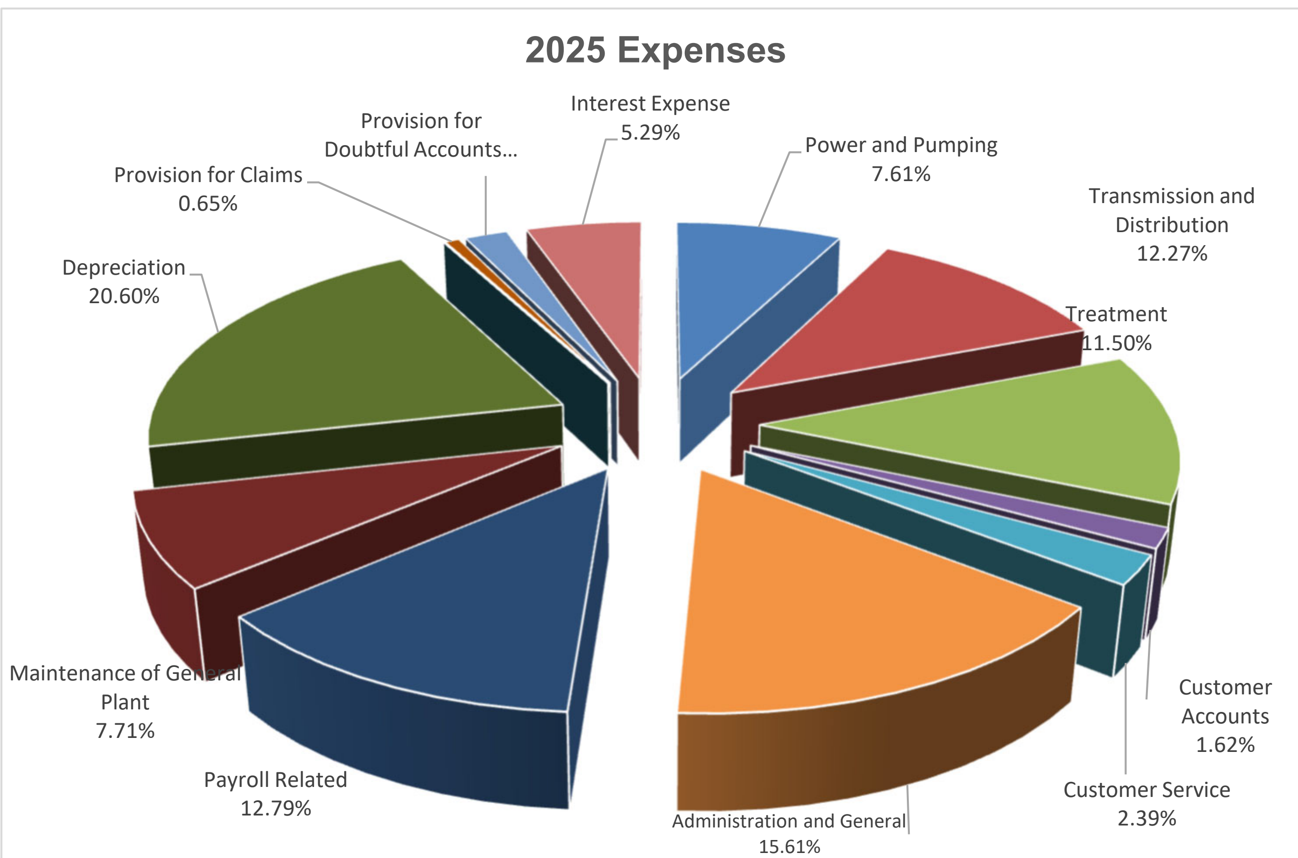
Respectfully submitted,

Randy E. Hayman, Esq.
Executive Director

E. Grey Lewis
Chief Financial Officer

Sewerage and Water Board of New Orleans





Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

New Orleans Sewer & Water Board
Louisiana

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2024

Christopher P. Morrill

Executive Director/CEO

SEWERAGE AND WATER BOARD OF NEW ORLEANS
2025 BOARD OF DIRECTORS

LaToya Cantrell I Board President and Mayor of New Orleans
Mayor of the City of New Orleans, Ms. Cantrell serves as the President of the Board of Directors. Elected to the City Council in 2012, she began her term as President of the SWBNO Board once she was sworn in as the first female Mayor of New Orleans on May 7, 2018-just in time to celebrate the City's tricentennial!

Chadrick Kennedy I CFP® Board of Liquidation and President Pro Tempore
Chadrick Kennedy, CFP® is a business owner with over 25 years of experience. Born and raised in Uptown New Orleans, Chadrick is proud to have built his firm where he grew up in an effort to combat any perceived "brain drain" that the region may have experienced decades ago. His commitment to New Orleans extends beyond the boardrooms and has put him directly in the community. Serving as President of Boards like REAL at A.L. Davis Park and the Howard University Alumni Club of Louisiana Chadrick Is able to give back to the ecosystems that have granted him both inspiration and adoration. In this spirit he has also been a frequent guest speaker at Churches, Schools, and other Non-Profits often discussing and teaching on topics around financial literacy. Health & Wealth Consultants is the product of his commitment to serving those who serve others. The firm is a National Leader in providing solutions to challenges that have historically been solved by Employee Benefits and other Individual Financial Instruments. He leads a team of Professional Problem solvers deployed to reduce costs for employers while increasing the quality of life for employees. Growing up Chadrick always heard elders say, "It is a Joy to be of Service." Those words Inspire him to this day and shape his work through Health & Wealth Consultants and his civic endeavors.

Freddie King, III I City Council Member Council District
Mr. King serves on several City Committees and Chair of the Community Development Committee.

H. Davis Cole I Council District A Representative
H. Davis Cole is a Louisiana Licensed Professional Civil Engineer and Founder of his consulting engineering company, H. Davis Cole & Associates, LLC. Throughout his over 25-year career as a civil engineer, Mr. Cole has provided design and construction management services for water, sewer, and drainage Infrastructure projects to communities throughout the State of Louisiana. He has worked with communities large and small to secure over $200 million In funding for infrastructure improvements and repairs. He holds a Bachelor's Degree in Civil Engineering from Louisiana State University. Mr. Cole's commitment to community service is shown through his decade's long involvement in local and national boards and commissions. He is currently the Chairman of the Louisiana Naval War Memorial Commission and formerly served as the President and Founding Member of the Epilepsy Alliance America and President of the Epilepsy Alliance Louisiana. Mr. Cole resides with his wife, Lauren Kolb Cole, in District A of the City of New Orleans.

Janet Howard I Council District B Representative
Representing District B, Ms. Howard previously served as President and CEO of the Bureau of Governmental Research and is currently principal of Howard Policy Solutions LLC

Kimberly A. Thomas, JD I Council District C Representative
Kimberly A. Thomas, JD, brings over two decades of leadership experience spanning the government, nonprofit, and corporate sectors. She serves as President/CEO of the International Gaming League {IGL) Foundation and Chief Executive Officer of Thomas & Associates LLC. Ms. Thomas has an extensive background in disaster recovery, infrastructure development, project management, youth career development training, and community resilience initiatives. As a former Legislative Counsel for the Louisiana Senate Democratic Caucus, Thomas has provided legal and strategic guidance on policy development, compliance, and intergovernmental.

Tyler Antrup I Council District D Representative
Tyler Antrup is an urban planner, designer, climate activist, and educator. He currently serves as a Visiting Assistant Professor at Tulane University's School of Architecture. His teaching focuses on sustainable real estate development, urban planning and design, climate adaptation, green stormwater infrastructure planning and design, and Issues of equity and racial disparity in urban development. He has a decade of experience in sustainable urban water management, working mostly in New Orleans to implement green Infrastructure solutions to flooding. He holds a Master's degree in Sustainable Real Estate Development from Tulane University as well as a Bachelor's degree in Urban Planning and Design from the University of Missouri- Kansas City.

Tamika Duplessis, PH.D I Council District E Representative
Representing District E, Dr. Duplessis is the Executive Dean at Delgado Community College.

Courtney B. Scrubbs I Community Advocate
Courtney B. Scrubbs serves on the Sewerage & Water Board of New Orleans as the Consumer and Community Advocate. She is an accomplished attorney and business leader with extensive experience in corporate governance, commercial contracting, and risk management across the biotechnology and life sciences industries, with a focus on global industrial operations and supplier partnerships.

A dedicated public health and equity champion, Courtney was named a 2025 American Heart Association Woman of Impact for the Greater New Orleans region in recognition of her leadership and fundraising for women's heart health. She is the founder of the Strategic Wellness Initiative, a nonprofit organization advancing health equity through education, collaboration, and community investment. A New Orleans native, Courtney also serves on the Board of Governors for Xavier University of Louisiana and remains active in local and national organizations focused on health equity, professional development, and civic engagement. She brings a solutions-oriented approach to public service, grounded in community partnership, accountability, and innovation.

Joseph Peychaud I Consumer / Community Advocate
Joseph Peychaud is a lifelong resident of New Orleans with over forty-eight years of continuous service as a community advocate and activist, educator, facilitator, and public and private sector administrator. Mr. Peychaud retired In 2014, where he served as President of St. Katharine Drexel Preparatory School (formerly Xavier University Preparatory) where he has overseen all operational components of the school including budget, plant and facilities, development, public relations, staffing, capital projects, parental Involvement, and community outreach. He is also President of the Climana Neighborhood Association. He Is a graduate of Xavier University of Louisiana with a Bachelor of Arts in Education/ Liberal Arts and the University of New Orleans with a Masters in Urban Studies.

COMMITTEES OF THE SEWERAGE AND WATER BOARD OF NEW ORLEANS

December 31, 2025

BOARD OF DIRECTORS

MAYOR LATOYA CANTRELL, PRESIDENT
CHADRICK KENNEDY, PRESIDENT PRO TEMPORE

FREDDIE KING, III	TYLER ANTRUP
KIMBERLY THOMAS, JD	JOSEPH E. PEYCHAUD
H. DAVIS COLE	COURTNEY SCRUBBS, ESQ.
TAMIKA DUPLESSIS, PH.D.	JANET HOWARD

BOARD OF TRUSTEES

MAYOR LATOYA CANTRELL, PRESIDENT
CHADRICK KENNEDY, PRESIDENT PRO TEMPORE

FREDDIE KING, III	JACKIE SHINE
KIMBERLY THOMAS, JD	JOSEPH E. PEYCHAUD
H. DAVIS COLE	COURTNEY SCRUBBS, ESQ.
TAMIKA DUPLESSIS, PH.D.	JANET HOWARD
TYLER ANTRUP	DEXTER JOSEPH
REBECCA JOHNSEY	MUBASHIR MAQBOOL

AUDIT COMMITTEE

H. DAVIS COLE – Chairperson

TAMIKA DUPLESSIS, PH.D.	TYLER ANTRUP
FREDDIE KING, III	

FINANCE AND ADMINSTRATION COMMITTEE

JANET HOWARD – Chairperson

JOSEPH PEYCHAUD	COURTNEY SCRUBBS, ESQ.
CHADRICK KENNEDY	

GOVERNANCE COMMITTEE

CHADRICK KENNEDY- Chairperson

H. DAVIS COLE	JANET HOWARD
COURTNEY SCRUBBS, ESQ.	KIMBERLY THOMAS, JD

PENSION COMMITTEE

CHADRICK KENNEDY- Chairperson

TYLER ANTRUP	JACKIE SHINE
KIMBERLY THOMAS, JD	MUBASHIR MAQBOOL
FREDDIE KING, III	DEXTER JOSEPH
REBECCA JOHNSEY	JOSEPH E. PEYCHAUD

STRATEGY COMMITTEE

TYLER ANTRUP – Chairperson

JANET HOWARD	H. DAVIS COLE
KIMBERLY THOMAS, JD	COURTNEY SCRUBBS, ESQ.

OPERATIONS COMMITTEE

JANET HOWARD – Chair

KIMBERLY THOMAS, JD	CHADRICK KENNEDY
TAMIKA DUPLESSIS, PH.D.	H. DAVIS COLE

PLUMBING COMMITTEE

TAMIKA DUPLESSIS, PH.D. – Chairperson

ROBIN BARNES	FREDDIE KING, III
JOSEPH PEYCHAUD	STEVE NELSON
MIKE EVANS	CHRIS BERGERON
ANN WILSON	SUSANNAH KIRBY

RUDD & WISDOM, ACTUARY

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA

EXECUTIVE STAFF

December 31, 2025

EXECUTIVE DIRECTOR

Randy E. Hayman, Esq.

CHIEF OF STAFF

Jamie Parker

GENERAL SUPERINTENDENT – CONSTRUCTION/OPERATIONS

Steve Nelson

CHIEF COMMUNICATIONS OFFICER

Ceara Labat

CHIEF FINANCIAL OFFICER

E. Grey Lewis

CHIEF ADMINSTRATIVE OFFICER

David Callahan

SPECIAL COUNSEL

Yolanda Grinstead

CHIEF CUSTOMER SERVICE OFFICER

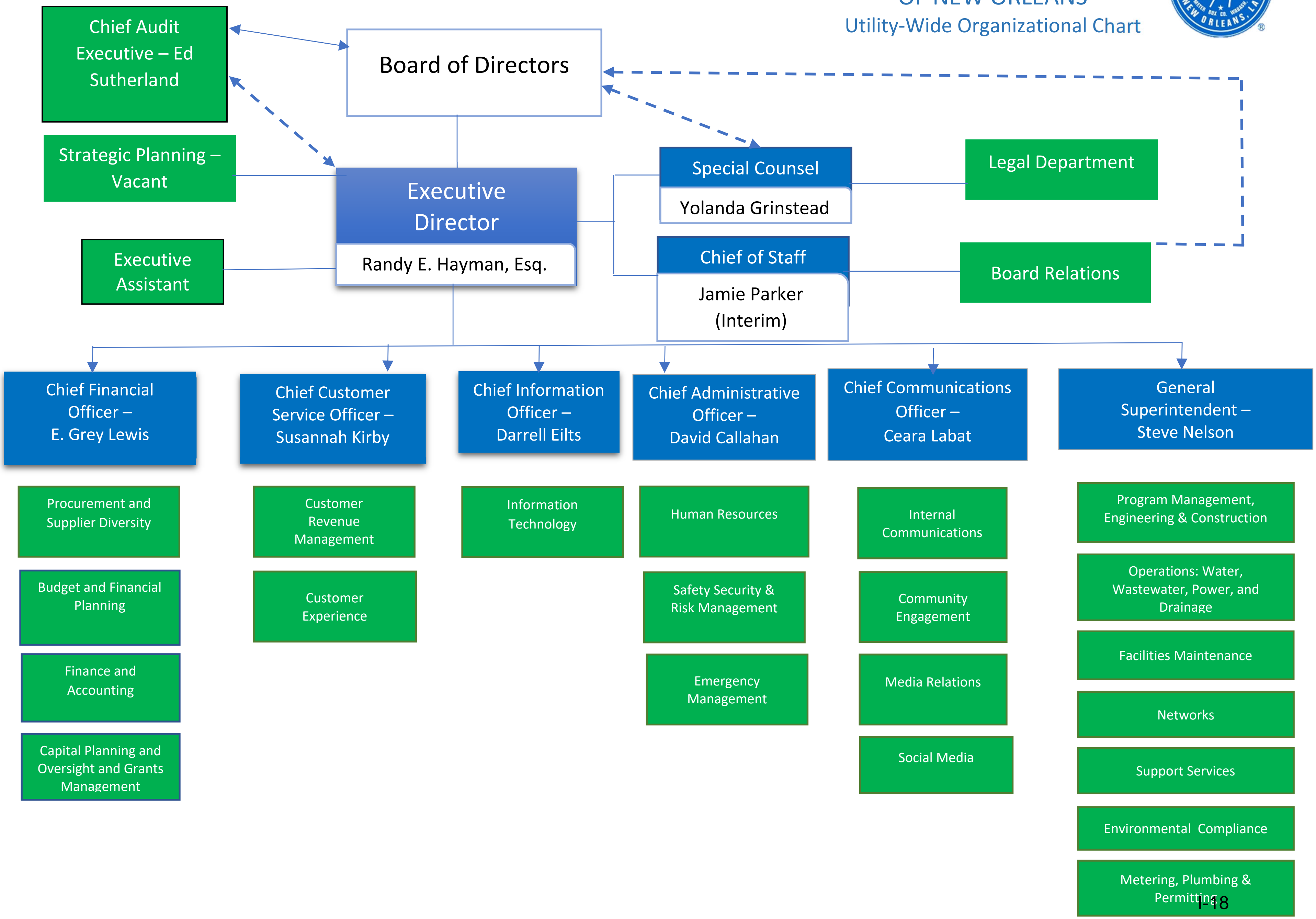
Susannah Kirby

CHIEF AUDIT EXECUTIVE

Ed Sutherland

SEWERAGE AND WATER BOARD OF NEW ORLEANS

Utility-Wide Organizational Chart



FINANCIAL SECTION

FINANCIAL STABILITY

We are committed to practicing strong fiscal stewardship and ensuring timely revenue recovery while balancing affordability with investments necessary to deliver critical services.

EisnerAmper LLP
One Galleria Blvd.
Suite 2100
Metairie, LA 70001
T 504.837.5990
F 504.834.3609
www.eisneramper.com

INDEPENDENT AUDITORS' REPORT

Members of the Board of Directors
Sewerage and Water Board of New Orleans

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the Sewerage and Water Board of New Orleans (the "Board"), comprised of its enterprise fund and its fiduciary fund, as of and for the years ended December 31, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the enterprise fund and the fiduciary fund of the Board as of December 31, 2025 and 2024, and the respective changes in financial position and, where applicable, cash flows thereof for each of the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audits 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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Board and to meet our other 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 opinions.

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 Board'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.

Auditors' 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 auditors' report that includes our opinions. 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 Board'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 Board'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

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages II-4 through II-13 and the schedules presented on pages II-61 through II-64 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 audit 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Board's basic financial statements. Schedules 1 through 8 on pages II-65 to II-77 are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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, Schedules 1 through 8 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section on pages I-1 to I-18, statistical section on pages III-0 to III-23, and supplemental section on pages IV-1 to IV-32 but does not include the basic financial statements and our auditors' 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 report dated June 26, 2026, on our consideration of the Board'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 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 Board's internal control over financial reporting and compliance.

EisnerAmper LLP

EISNERAMPER LLP
Metairie, Louisiana
June 26, 2026

The following Management Discussion and Analysis provides an overview of the financial performance of the Sewerage & Water Board of New Orleans (the Board) for the fiscal years ended December 31, 2025 and 2024. We encourage readers to consider the information presented here in conjunction with the additional information that we have furnished in our letter of transmittal. The Board's financial statements follow this section.

FINANCIAL HIGHLIGHTS

Enterprise Fund

The major highlights in the Board's enterprise fund were as follows:

2025

- The Board's total assets and deferred outflows totaled $4.91 billion in 2025 compared to $4.72 billion in 2024, an increase of 4.0%, while net position totaled $3.44 billion in 2025 compared to $3.21 billion in 2024, an increase of 7.2%.
- Operating revenues increased by approximately $24.1 million from 2024 to 2025, to a total of approximately $296.8 million for the year ended December 31, 2025.
- Total operating expenses increased in 2025 by $13.6 million, or 4.2% compared to 2024.
- For the year ended December 31, 2025, the Board had total outstanding senior lien municipal debt of $489.4 million, which includes $19.0 million in Drainage bonds, $275.4 million in Sewer Revenue Bonds, and $195.0 million in Water Revenue Bonds.
- The Board drew down $93.4 million in Water Infrastructure Finance and Innovation Act (WIFIA) loan proceeds in 2025.

2024

- The Board's total assets and deferred outflows totaled $4.72 billion in 2024 compared to $4.47 billion in 2023, an increase of 5.6%, while net position totaled $3.21 billion in 2024 compared to $3.05 billion in 2023, an increase of 5.3%.
- Operating revenues decreased by approximately $6.5 million from 2023 to 2024, to a total of approximately $272.7 million for the year ended December 31, 2024.
- Total operating expenses increased in 2024 by $1.3 million, or 0.4% compared to 2023.
- For the year ended December 31, 2024, the Board had total outstanding senior lien municipal debt of $505.4 million, which includes $28.1 million in Drainage bonds, $275.2 million in Sewer Revenue Bonds, and $202.1 million in Water Revenue Bonds.
- The Board drew down $71.3 million in Water Infrastructure Finance and Innovation Act (WIFIA) loan proceeds in 2024.
- The Southeast Louisiana (SELA) drainage system project, a major upgrade by the Army Corps of Engineers, resulted in additions of approximately $45.6 million to work in progress during the year.
- Federal Emergency Management Agency (FEMA) Disaster Public Assistance grants revenues totaled approximately $34.4 million and Hazard Mitigation grants totaled approximately $10.6 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This financial report consists of five parts: management's discussion and analysis (this section), the financial statements, the notes to the financial statements, required supplementary information, and other supplementary information.

Government-wide Financial Statements – Enterprise Fund

The Board's principal activities of providing water, sewerage, and drainage services are reported in a single proprietary fund – the enterprise fund. Enterprise funds are used to report business activities. Since the enterprise fund is the Board's single activity, its financial statements are presented as the Board's government-wide financial statements.

The financial statements provide both long-term and short-term information about the Board's overall financial status. The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information and other supplementary information that further explain and support the information in the financial statements.

The Board's financial statements are prepared on an accrual basis in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. Under this basis of accounting, revenues are recognized in the period in which they are earned and expenses are recognized in the period in which they are incurred. All assets and liabilities associated with the operation of the Board are included in the Statements of Net Position.

The Statement of Net Position presents financial information on all of the Board's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the Board is improving or deteriorating. The Statement of Revenues, Expenses, and Changes in Net Position presents information on the Board's operating and nonoperating revenues and expenses for the year and the resulting change in net position, providing insight into the Board's financial performance and how its net position has changed as a result of current-year operations.

Fiduciary Activities – Pension Trust Fund

The Board administers a defined benefit pension plan reported as a pension trust fund, a type of fiduciary fund. Fiduciary funds are used to account for resources held for the benefit of parties outside the government and are not available to support the Board's own programs; accordingly, these activities are excluded from the government-wide financial statements.

The pension trust fund reports additions from employer and employee contributions and investment earnings, which were used to provide retirement benefits to eligible participants. The financial position of the plan is reported separately in the fiduciary fund financial statements. Readers should refer to the notes to the financial statements for additional information regarding the plan's benefits, funding, and actuarial assumptions.

FINANCIAL ANALYSIS OF THE BOARD

ENTERPRISE FUND

2025 Net Position

The Board's total assets and deferred outflows at December 31, 2025 were approximately $4.9 billion, a 4.0% increase from December 31, 2024 (see Table A-1).

Table A-1
Sewerage & Water Board of New Orleans
Net Position

	2025	2024	Increase (Decrease)	Increase (Decrease)
Current unrestricted assets	$ 216,135,201	$ 269,663,704	$ (53,528,503)	-19.9%
Restricted assets	106,849,429	91,975,289	14,874,140	16.2%
Property, plant, and equipment - net	4,517,566,056	4,283,499,018	234,067,038	5.5%
Other assets	14,727,012	15,113,914	(386,902)	-2.6%
Total assets	4,855,277,698	4,660,251,925	195,025,773	4.2%
Deferred outflows of resources	50,833,136	58,151,266	(7,318,130)	-12.6%
Total deferred outflows of resources	50,833,136	58,151,266	(7,318,130)	-12.6%
Total assets and deferred outflows	$ 4,906,110,834	$ 4,718,403,191	$ 187,707,643	4.0%
Current liabilities	$ 251,457,081	$ 241,055,648	$ 10,401,433	4.3%
Long-term liabilities	1,173,515,745	1,219,825,681	(46,309,936)	-3.8%
Total liabilities	1,424,972,826	1,460,881,329	(35,908,503)	-2.5%
Deferred inflows of resources	39,023,762	45,354,775	(6,331,013)	(14.0%)
Total deferred inflows of resources	39,023,762	45,354,775	(6,331,013)	(14.0%)
Net position:				
Net investment in capital assets	3,643,384,770	3,416,184,965	227,199,805	6.7%
Restricted	35,096,483	27,800,150	7,296,333	26.2%
Unrestricted	(236,367,007)	(231,818,028)	(4,548,979)	2.0%
Total net position	3,442,114,246	3,212,167,087	229,947,159	7.2%
Total liabilities, deferred inflows, and net position	$ 4,906,110,834	$ 4,718,403,191	$ 187,707,643	4.0%

The increase in total assets and deferred outflows of $187.7 million resulted primarily due to a net increase in net property, plant, and equipment of $234.1 million as a result of continuing construction projects offset by a decrease in current unrestricted assets of $53.5 million. Unrestricted cash and cash equivalents decreased by approximately $64.9 million due to increased payments to vendors and customer accounts receivable increased by approximately $16.7 million as a result of lower collections after year-end related to 2025 outstanding balances.

Current liabilities increased by $10.4 million primarily due to an increase in accounts payable of $5.8 million and an increase in other liabilities of $4.5 million due to timing of payments to vendors. Long-term liabilities decreased by $46.3 million primarily due to the increase in the WIFIA loan of $93.4 million and OPEB liability of $18.7 million offset by the decrease of $109.0 million related to partial forgiveness of the Southeast Louisiana Project liability, a decrease of $19.3 million in the net pension liability, and a decrease of $18.1 million in the long-term portion of bonds payable. Deferred outflows of resources decreased by $7.3 million and deferred inflows of resources decreased by $6.3 million, due to changes in actuarial assumptions related to the net pension liability and total OPEB liability.

2024 Net Position

The Board's total assets and deferred outflows at December 31, 2024 were approximately $4.72 billion, a 5.6% increase from December 31, 2023 (see Table A-2).

Table A-2
Sewerage & Water Board of New Orleans
Net Position

	2024	2023	Increase (Decrease)	Increase (Decrease)
Current unrestricted assets	$ 269,663,704	$ 262,594,641	$ 7,069,063	2.7%
Restricted assets	91,975,289	115,080,153	(23,104,864)	-20.1%
Property, plant, and equipment - net	4,283,499,018	3,984,314,840	299,184,178	7.5%
Other assets	15,113,914	14,733,145	380,769	2.6%
Total assets	4,660,251,925	4,376,722,779	283,529,146	6.5%
Deferred outflows of resources	58,151,266	90,884,723	(32,733,457)	-36.0%
Total deferred outflows of resources	58,151,266	90,884,723	(32,733,457)	-36.0%
Total assets and deferred outflows	$ 4,718,403,191	$ 4,467,607,502	$ 250,795,689	5.6%
Current liabilities	$ 241,055,648	$ 201,349,251	$ 39,706,397	19.7%
Long-term liabilities	1,219,825,681	1,186,004,504	33,821,177	2.9%
Total liabilities	1,460,881,329	1,387,353,755	73,527,574	5.3%
Deferred inflows of resources	45,354,775	30,729,337	14,625,438	47.6%
Total deferred inflows of resources	45,354,775	30,729,337	14,625,438	47.6%
Net position:				
Net investment in capital assets	3,416,184,965	3,244,784,799	171,400,166	5.3%
Restricted	27,800,150	23,249,179	4,550,971	19.6%
Unrestricted	(231,818,028)	(218,509,568)	(13,308,460)	6.1%
Total net position	3,212,167,087	3,049,524,410	162,642,677	5.3%
Total liabilities, deferred inflows, and net position	$ 4,718,403,191	$ 4,467,607,502	$ 250,795,689	5.6%

The increase in total assets and deferred outflows of $250.8 million resulted primarily due to a net increase in net property, plant, and equipment of $299.2 million due to ongoing construction projects offset by a decrease in restricted assets of $23.1 million.

Current liabilities increased by $39.7 million primarily due to an increase in accounts payable of $30.9 million and an increase in retainers and estimates payables of $7.9 million due to timing of payments to vendors. Long-term liabilities increased by $33.8 million primarily due to the increase in the WIFIA loan of $71.3 million and the issuance of $12.7 million in bonds offset by the decrease of $18.0 million related to the long-term portion of the total OPEB liability, a decrease of $26.0 million in net pension liability, and a decrease of $15.3 million in the long-term portion of bonds payable. Deferred outflows of resources decreased by $32.7 million and deferred inflows of resources increased by $14.6 million, due to changes in actuarial assumptions related to the net pension liability and total OPEB liability.

2025 Changes in Net Position

The change in net position for the year ended December 31, 2025 was an increase of approximately $229.9 million, as opposed to approximately $162.6 million for the year ended December 31, 2024. The Board's total operating revenues increased by 8.8% to approximately $296.8 million. Total non-operating revenue (expenses) increased by 3.0% to approximately $86.7 million primarily due to an increase in contributions from other governments and a decrease in property tax revenues. Capital contributions from federal grants, forgiveness of loans used for capital projects, and construction of Board property totaled approximately $185.6 million resulting primarily from capital additions reimbursable under the FEMA Disaster Public Assistance and FEMA Hazard Mitigation grants, forgiveness of the Southeast Louisiana Project loans payable in the amount of $109 million, and capital contributions from the Army Corps of Engineers. The changes in net position are detailed in Table A-3; operating expenses are detailed in Table A-4.

Table A-3
Sewerage & Water Board of New Orleans
Revenues , Expenses and Change in Net Position

	2025	2024	Increase (Decrease)	Increase (Decrease)
Operating revenues:				
Sales of water and delinquent fees	$ 121,960,357	$ 113,612,864	$ 8,347,493	7.3%
Sewerage service charges	152,417,457	152,846,458	(429,001)	(0.3%)
Plumbing inspection and license fees	1,012,868	1,151,254	(138,386)	-12.0%
Other revenue	21,433,064	5,125,762	16,307,302	318.1%
Total operating revenues	296,823,746	272,736,338	24,087,408	8.8%
Operating expenses (Table A-4)	339,122,695	325,561,707	13,560,988	4.2%
Operating loss	(42,298,949)	(52,825,369)	10,526,420	19.9%
Non-operating revenues (expenses):				
Property taxes	72,980,711	74,448,257	(1,467,546)	-2.0%
Other taxes	562,703	570,074	(7,371)	(1.3%)
Contributions from other governments	23,076,969	21,363,279	1,713,690	8.0%
Federal noncapital grants	3,977,325	630	3,976,695	631221.4%
Interest income	5,050,772	6,800,686	(1,749,914)	-25.7%
Interest expense	(18,953,989)	(18,473,546)	(480,443)	2.6%
Bond issuance costs	-	(521,897)	521,897	(100.0%)
Total non-operating revenues (expenses)	86,694,491	84,187,483	2,507,008	3.0%
Income before capital contributions	44,395,542	31,362,114	13,033,428	41.6%
Capital contributions, net of provisions	185,551,617	131,280,563	54,271,054	41.3%
Change in net position	229,947,159	162,642,677	67,304,482	41.4%
Net position, beginning of year	3,212,167,087	3,049,524,410	162,642,677	5.3%
Net position, end of year	$ 3,442,114,246	$ 3,212,167,087	$ 229,947,159	7.2%

Table A-4
Sewerage & Water Board of New Orleans
Operating Expenses

	2025	2024	Increase (Decrease)	Increase (Decrease)
Power and pumping	$ 27,237,087	$ 28,754,787	$ (1,517,700)	-5.3%
Treatment	41,187,889	39,893,377	1,294,512	3.2%
Transmission and distribution	43,926,548	50,485,772	(6,559,224)	-13.0%
Customer accounts	5,797,635	5,802,954	(5,319)	(0.1%)
Customer service	8,555,798	8,258,332	297,466	3.6%
Administration and general	55,892,423	35,506,596	20,385,827	57.4%
Payroll related	45,807,437	44,550,803	1,256,634	2.8%
Maintenance of general plant	27,601,851	30,044,828	(2,442,977)	-8.1%
Depreciation	73,776,459	64,322,941	9,453,518	14.7%
Provision for doubtful accounts	7,003,664	3,514,005	3,489,659	99.3%
(Recovery) provision for claims	2,335,904	14,427,312	(12,091,408)	-83.8%
Total operating expenses	$ 339,122,695	$ 325,561,707	$ 13,560,988	4.2%

Total operating expenses increased by approximately $13.6 million or 4.2% compared to 2024. Operating costs increased within treatment, customer service, administration and general, payroll related, depreciation, and provisions for doubtful accounts. Administration and general expenses increased due to reorganization and augmentation of certain departments in key operational areas as well as inflationary increases in several back office areas. Depreciation expense increased due to continued completion of construction projects during the year. The provision for doubtful accounts for customer bills increased $3.5 million in 2025 due to variability in consumer payment regularity and customers utilizing long term no interest payment plans. Provision for claims decreased by $12.2 million in the year related to reassessment of legal reserves and other recoveries.

2024 Changes in Net Position

The change in net position for the year ended December 31, 2024 was an increase of approximately $162.6 million, as opposed to approximately $170.7 million for the year ended December 31, 2023. The Board's total operating revenues decreased by 2.3% to approximately $272.7 million. Total non-operating revenue (expenses) increased by 1.4% to approximately $84.2 million primarily due to an increase in property taxes and a decrease in interest expense. In addition, the nonrecurring City of New Orleans contribution of American Rescue Plan Act (ARPA) of $15.0 million in 2023 and the related non-operating expense both decreased by approximately $15 million. Capital contributions from federal grants and construction of Board property totaled approximately $131.3 million resulting primarily from capital additions reimbursable under the FEMA Disaster Public Assistance and FEMA Hazard Mitigation grants and capital contributions from the Army Corps of Engineers. The changes in net position are detailed in Table A-5; operating expenses are detailed in Table A-6.

Table A-5
Sewerage & Water Board of New Orleans
Revenues , Expenses and Change in Net Position

	2024	2023	Increase (Decrease)	Increase (Decrease)
Operating revenues:				
Sales of water and delinquent fees	$ 113,612,864	$ 121,396,212	$ (7,783,348)	(6.4%)
Sewerage service charges	152,846,458	149,695,125	3,151,333	2.1%
Plumbing inspection and license fees	1,151,254	2,746,002	(1,594,748)	-58.1%
Other revenue	5,125,762	5,396,432	(270,670)	(5.0%)
Total operating revenues	272,736,338	279,233,771	(6,497,433)	(2.3%)
Operating expenses (Table A-6)	325,561,707	324,262,199	1,299,508	0.4%
Operating loss	(52,825,369)	(45,028,428)	(7,796,941)	(17.3%)
Non-operating revenues (expenses):				
Property taxes	74,448,257	71,977,563	2,470,694	3.4%
Other taxes	570,074	579,189	(9,115)	-1.6%
Contributions from other governments	21,363,279	21,933,185	(569,906)	-2.6%
Federal noncapital grants	630	15,241,294	(15,240,664)	-100.0%
Interest income	6,800,686	9,649,785	(2,849,099)	-29.5%
Other non-operating expense	-	(15,000,000)	15,000,000	100.0%
Interest expense	(18,473,546)	(21,202,143)	2,728,597	-12.9%
Bond issuance costs	(521,897)	(163,442)	(358,455)	219.3%
Total non-operating revenues (expenses)	84,187,483	83,015,431	1,172,052	1.4%
Income before capital contributions	31,362,114	37,987,003	(6,624,889)	(17.4%)
Capital contributions, net of provisions	131,280,563	132,712,277	(1,431,714)	-1.1%
Change in net position	162,642,677	170,699,280	(8,056,603)	-4.7%
Net position, beginning of year	3,049,524,410	2,878,825,130	170,699,280	5.9%
Net position, end of year	$ 3,212,167,087	$ 3,049,524,410	$ 333,341,957	10.9%

Table A-6
Sewerage & Water Board of New Orleans
Operating Expenses

	2024	2023	Increase (Decrease)	Increase (Decrease)
Power and pumping	$ 28,754,787	$ 25,632,309	$ 3,122,478	12.2%
Treatment	39,893,377	38,311,430	1,581,947	4.1%
Transmission and distribution	50,485,772	47,748,188	2,737,584	5.7%
Customer accounts	5,802,954	5,302,059	500,895	9.4%
Customer service	8,258,332	6,619,570	1,638,762	24.8%
Administration and general	35,506,596	35,962,118	(455,522)	-1.3%
Payroll related	44,550,803	53,175,502	(8,624,699)	-16.2%
Maintenance of general plant	30,044,828	30,966,877	(922,049)	-3.0%
Depreciation	64,322,941	65,081,781	(758,840)	-1.2%
Provision for doubtful accounts	3,514,005	10,594,286	(7,080,281)	(66.8%)
(Recovery) provision for claims	14,427,312	4,868,079	9,559,233	196.4%
Total operating expenses	$ 325,561,707	$ 324,262,199	$ 1,299,508	0.4%

Total operating expenses increased by approximately $1.3 million or 0.4% compared to 2023. Labor costs increased within power and pumping, treatment, transmission and distribution, customer accounts, and customer service due to the combination of strategic restructuring in operations, automatic salary increases for all employees (2.5% increase effective January 1) and increased overtime costs in certain operational departments. Payroll-related fringe benefits decreased $8.6 million due primarily to lower pension and OPEB costs during the year while administration and general costs decreased $0.5 million due to a larger portion of capitalizable overhead offsetting other smaller cost increases. The provision for doubtful accounts for customer bills decreased $7.1 million in 2024 attributed to more consistent collection practices including service disconnections for non-payment as well as additional repayment activity in customer payment plans. Provision for claims increased by $9.5 million in the year related to additional legal reserves and provision for grants recognized for certain expenses which are no longer deemed collectible.

CAPITAL ASSET AND DEBT ADMINISTRATION

2025 Capital Assets

As of December 31, 2025, the Board had invested approximately $5.95 billion in capital assets. Net of accumulated depreciation, the Board's net capital assets at December 31, 2025 totaled approximately $4.52 billion. This amount represents a net increase (including additions and disposals, net of depreciation) of approximately $234.1 million, or 5.5%, over December 31, 2024. See Note 4 for detailed capital assets activity during 2025.

2024 Capital Assets

As of December 31, 2024, the Board had invested approximately $5.65 billion in capital assets. Net of accumulated depreciation, the Board's net capital assets at December 31, 2024 totaled approximately $4.28 billion. This amount represents a net increase (including additions and disposals, net of depreciation) of approximately $299.2 million, or 7.5%, over December 31, 2023. See Note 4 for detailed capital assets activity during 2024.

2025 Debt Administration and Current Year Activity

The Board continues to make its regularly scheduled payments on its bonds.

In December 2025, the Louisiana Department of Health closed on the water revenue bond, series 2025, to provide safe drinking water utility services to the City's water customers in the amount of $4.6 million. The loan is to be advanced in incremental amounts as project costs are incurred. Semi-annual interest and administrative fee payments begin in 2026. Annual principal payments are due beginning in 2026 and continuing through 2045. In addition, the Board drew down $93.4 million of Water Infrastructure Finance and Innovation Act loan proceeds and $11.0 million of Louisiana Department of Environmental Quality loan proceeds in 2025.

The Coastal Protection and Restoration Authority of Louisiana entered into an agreement with the Department of the Army for the Southeast Louisiana Flood Control Program. The United States Government has committed to 65% of the project costs and the Board is responsible for 35% of the project costs. At December 31, 2025, the accumulated amount due to the U.S. Government totaled approximately $116.4 million. This amount is estimated based on the actual cost of construction incurred to date offset by payments made and loan forgiveness to date. Repayment of principal and interest for completed projects started in 2021 and is scheduled to continue through 2050 while one remaining basin is not yet completed. The total cost of the project may increase in the upcoming years as additional construction costs continue to add to the project.

See Note 6 for detailed long term debt activity during 2025.

As of December 31, 2025, the Board has been issued an "A" and an "A-" rating from Standard & Poor's Ratings Services (S&P) for the sewer system and water system bonds, respectively, and a "BBB+" for the water system and sewer system from the Fitch Ratings. In addition, KBRA issued an A+ rating for the special sewer bond issued via the Water Infrastructure Finance and Innovation Act.

2024 Debt Administration and Current Year Activity

The Board continues to make its regularly scheduled payments on its bonds.

In 2024, the Louisiana Department of Environmental Quality closed on two loans, 2024A and 2024B, to fund wastewater treatment plants and support smart metering upgrades in the amounts of $38.9 million and $5.0 million, respectively. The loans are to be advanced in incremental amounts as project costs are incurred. Semi-annual interest and administrative fee payments begin in 2025. Annual principal payments are due beginning in 2025 and continuing through 2045. At December 31, 2024, the outstanding balances for 2024A and 2024B were $0.2 million and $0.1 million, respectively. In addition, the Board drew down $71.3 million of Water Infrastructure Finance and Innovation Act loan proceeds in 2024.

The Coastal Protection and Restoration Authority of Louisiana entered into an agreement with the Department of the Army for the Southeast Louisiana Flood Control Program. The United States Government has committed to 65% of the project costs and the Board is responsible for 35% of the project costs. At December 31, 2024, the accumulated amount due to the U.S. Government totaled approximately $226.6 million. This amount is estimated based on the actual cost of construction incurred to date. Repayment of principal and interest for completed projects started in 2021 and is scheduled to continue through 2050 while one remaining basin is not yet completed. The total cost of the project may increase in the upcoming years as additional construction costs continue to add to the project.

See Note 6 for detailed long term debt activity during 2024.

ECONOMIC FACTORS AND RATES

The City of New Orleans continues to face reduced population overall but in recent years New Orleans has evolved from a tourist destination into an evolving technology sector for entrepreneurs, growing businesses and worldwide industry leaders. The City is known around the world for an authentic culture that cannot be replicated and consistently draws significant interest for worldwide events. The hospitality and tourism sectors' impact on water services was the catalyst to additional Fair Share funding which augment water and sewer rates. The Board, the City Council, and the Board of Liquidation, City Debt last approved a rate increase of ten percent for the Water and Sewer Departments effective January 1, 2013 and annually thereafter through 2020. Subsequently in 2022, the Board completed a rate and affordability study to better understand the needs for future rate increases based on comprehensive financial planning of both operational and capital improvement needs, however, the 2022 proposal did not move forward at that time. Under the existing rates, additional infrastructure financing is limited due to additional net revenues being required to service new bonds.

Presently the City is working to reduce the governance complexity and more directly manage the utility to improve funding potential and overall consumer satisfaction. The EPA's Lead and Copper replacement program requires the Utility to replace lead service lines over a 10 year required compliance period ending in 2037 and represents a significant new unfunded cost. Federal funding has been appropriated for the first five years only of the required program for all utilities across the United States. Due to the significance of both local and national influences on the City, additional sources of revenue are being pursued to ensure recovery of cost is possible and so that the Board can begin addressing significant instances of aged infrastructure as well as comply with federally mandated programs.

CONTACTING THE BOARD'S FINANCIAL MANAGEMENT

This financial report is designed to provide our bondholders, patrons, and other interested parties with a general overview of the Board's finances and to demonstrate the Board's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department at (504) 585-2356.

BASIC FINANCIAL STATEMENTS

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
STATEMENTS OF NET POSITION
ENTERPRISE FUND
December 31, 2025 and 2024

	2025	2024
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
Current assets:		
Cash and cash equivalents	$ 89,792,093	$ 154,131,302
Accounts receivable:		
Customers, net of allowance	55,452,733	39,758,281
Taxes	5,831,008	6,670,070
Grants	52,352,355	55,784,603
Miscellaneous	2,199,258	4,340,135
Inventory of supplies	6,122,723	6,075,345
Prepaid expenses	4,385,031	2,903,968
Total current assets	216,135,201	269,663,704
Noncurrent assets:		
Restricted cash, cash equivalents, and investments:		
Cash and cash equivalents restricted for capital projects	64,715,937	57,444,045
Investments restricted for capital projects	2,643,294	2,643,294
Cash and cash equivalents restricted for debt service	36,528,198	29,289,950
Cash and cash equivalents restricted health insurance	2,962,000	2,598,000
Total restricted cash, cash equivalents, and investments	106,849,429	91,975,289
Capital assets	5,949,849,486	5,653,956,784
Less: accumulated depreciation and amortization	1,432,283,430	1,370,457,766
Capital assets, net	4,517,566,056	4,283,499,018
Other assets:		
Customer deposits - cash	11,425,697	11,812,599
Customer deposits - investments	3,250,000	3,250,000
Deposits	51,315	51,315
Total other assets	14,727,012	15,113,914
Total noncurrent assets	4,639,142,497	4,390,588,221
Total assets	4,855,277,698	4,660,251,925
Deferred outflows of resources:		
Deferred amounts related to net pension liability	2,807,517	5,631,411
Deferred amounts related to total OPEB liability	19,756,264	22,793,861
Deferred amounts related to bond refunding	28,269,355	29,725,994
Total deferred outflows of resources	50,833,136	58,151,266
Total assets and deferred outflows of resources	$ 4,906,110,834	$ 4,718,403,191

(Continued)

See accompanying notes to financial statements.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
STATEMENTS OF NET POSITION
ENTERPRISE FUND
December 31, 2025 and 2024
(Continued)

LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	2025	2024
Current liabilities (payable from current unrestricted assets):		
Accounts payable	$ 165,025,656	$ 159,180,874
Due to City of New Orleans	3,045,394	5,383,176
Retainers and estimates payable	21,194,224	22,860,064
Due to pension trust fund	491,192	525,046
Accrued salaries	3,835,174	3,633,881
Claims payable	6,964,732	3,605,256
Total OPEB liability, due within one year	8,965,863	8,394,159
Lease liability, due within one year	400,717	262,365
SBITA liability, due within one year	193,130	186,516
Southeast Louisiana Project liability	613,877	2,122,092
Debt Service Assistance Fund loan payable	6,959,745	6,651,134
Other liabilities	4,545,518	10,303
Total current liabilities (payable from current unrestricted assets):	222,235,222	212,814,866
Current liabilities (payable from restricted assets):		
Accrued interest	1,505,859	1,586,782
Bonds payable	27,716,000	26,654,000
Total current liabilities (payable from restricted assets):	29,221,859	28,240,782
Total current liabilities	251,457,081	241,055,648
Long-term liabilities:		
Claims payable, net of current portion	50,331,422	56,085,804
Accrued vacation and sick pay	18,134,905	17,368,908
Net pension liability	81,692,943	100,973,716
Total OPEB liability, net of current portion	234,574,176	215,875,642
Lease liability, net of current portion	1,404,162	1,163,313
SBITA liability, net of current portion	1,557,912	1,751,042
Bonds payable, net of current maturities	475,019,311	493,159,689
Water Infrastructure Finance and Innovation Act loan payable	165,809,696	72,399,982
Southeast Louisiana Project liability, net of current portion	115,778,893	224,488,613
Debt Service Assistance Fund loan payable, net of current maturities	14,536,628	21,496,373
Customer deposits	14,675,697	15,062,599
Total long-term liabilities	1,173,515,745	1,219,825,681
Total liabilities	1,424,972,826	1,460,881,329
Deferred inflows of resources:		
Deferred amounts related to net pension liability	21,945,792	7,996,365
Deferred amounts related to total OPEB liability	17,077,970	37,358,410
Total deferred inflows of resources	39,023,762	45,354,775
Net position:		
Net investment in capital assets	3,643,384,770	3,416,184,965
Restricted for debt service	35,096,483	27,800,150
Unrestricted (deficit)	(236,367,007)	(231,818,028)
Total net position	3,442,114,246	3,212,167,087
Total liabilities, deferred inflows of resources, and net position	$ 4,906,110,834	$ 4,718,403,191

(Concluded)

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
ENTERPRISE FUND
For the years ended December 31, 2025 and 2024

	2025	2024
Operating revenues:		
Sales of water and delinquent fees	$ 121,960,357	$ 113,612,864
Sewerage service charges	152,417,457	152,846,458
Plumbing inspection and license fees	1,012,868	1,151,254
Other revenue	21,433,064	5,125,762
Total operating revenues	296,823,746	272,736,338
Operating expenses:		
Power and pumping	27,237,087	28,754,787
Treatment	41,187,889	39,893,377
Transmission and distribution	43,926,548	50,485,772
Customer accounts	5,797,635	5,802,954
Customer service	8,555,798	8,258,332
Administration and general	55,892,423	35,506,596
Payroll related expenses	45,807,437	44,550,803
Maintenance of general plant	27,601,851	30,044,828
Depreciation and amortization	73,776,459	64,322,941
Provision for doubtful accounts	7,003,664	3,514,005
Provision for claims	2,335,904	14,427,312
Total operating expenses	339,122,695	325,561,707
Operating loss	(42,298,949)	(52,825,369)
Non-operating revenues (expenses):		
Three-mill tax	20,062,889	20,465,870
Six-mill tax	21,186,561	21,613,937
Nine-mill tax	31,731,125	32,368,324
Two-mill tax	136	126
Other taxes	562,703	570,074
Contributions from other governments	23,076,969	21,363,279
Federal noncapital grants	3,977,325	630
Interest income	5,050,772	6,800,686
Bond issuance costs	-	(521,897)
Interest expense	(18,953,989)	(18,473,546)
Total non-operating revenues (expenses)	86,694,491	84,187,483
Income before capital contributions	44,395,542	31,362,114
Capital contributions, net of provision	185,551,617	131,280,563
Change in net position	229,947,159	162,642,677
Net position, beginning of year	3,212,167,087	3,049,524,410
Net position, end of year	$ 3,442,114,246	$ 3,212,167,087

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
STATEMENTS OF CASH FLOWS
ENTERPRISE FUND
For the years ended December 31, 2025 and 2024

	2025	2024
Cash flows from operating activities		
Cash received from customers	$ 247,774,705	$ 249,332,946
Cash received for sanitation charges for the City of New Orleans	39,343,612	38,551,283
Cash payments for sanitation charges to the City of New Orleans	(38,163,303)	(37,394,745)
Cash payments to suppliers for goods and services	(150,721,360)	(84,239,552)
Cash payments to employees for services	(115,860,845)	(107,789,793)
Other operating cash receipts	24,586,809	3,196,522
Net cash provided by operating activities	6,959,618	61,656,661
Cash flows from noncapital financing activities		
Proceeds from property taxes	74,382,476	71,625,046
Contributions from other governments	23,076,969	21,363,279
Proceeds from federal grants	3,977,325	630
Net cash provided by noncapital financing activities	101,436,770	92,988,955
Cash flows from capital and related financing activities		
Acquisition and construction of capital assets	(263,033,603)	(327,193,203)
Principal payments and refundings on bonds payable	(26,685,276)	(28,150,000)
Proceeds from bonds payable	11,349,051	12,677,234
Proceeds from Water Infrastructure Finance and Innovation Act loan	93,409,714	71,346,803
Principal payments on Debt Service Assistance Fund loan	(6,651,134)	(3,183,856)
Payments for bond issuance costs	-	(521,897)
Payments on Southeast Louisiana Project liability	(2,122,092)	(2,045,390)
Payments on lease liability	(315,127)	(81,731)
Payments on subscription liability	(186,516)	(30,459)
Interest paid on bonds payable	(13,043,058)	(17,354,158)
Capital contributed by developers and federal grants	45,093,730	110,456,462
Net cash used in capital and related financing activities	(162,184,311)	(184,080,195)
Cash flows from investing activities		
Investment income	3,935,952	5,677,713
Net cash provided by investing activities	3,935,952	5,677,713
Net decrease in cash and cash equivalents	(49,851,971)	(23,756,866)
Cash and cash equivalents at the beginning of the year	255,275,896	279,032,762
Cash and cash equivalents at the end of the year	$ 205,423,925	$ 255,275,896
Reconciliation of cash, cash equivalents, and restricted cash (Note 2)		
Current assets - cash and cash equivalents	$ 89,792,093	$ 154,131,302
Cash and cash equivalents restricted for capital projects	64,715,937	57,444,045
Cash and cash equivalents restricted for debt service	36,528,198	29,289,950
Cash and cash equivalents restricted health insurance	2,962,000	2,598,000
Customer deposits - cash	11,425,697	11,812,599
Total cash and cash equivalents	$ 205,423,925	$ 255,275,896

(Continued)

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
STATEMENTS OF CASH FLOWS
ENTERPRISE FUND
For the years ended December 31, 2025 and 2024
(Continued)

	2025	2024
Reconciliation of operating loss to net cash provided by operating activities is as follows:		
Operating loss	$ (42,298,949)	$ (52,825,369)
Adjustments to reconcile net operating loss to net cash provided by operating activities:		
Depreciation	73,776,459	64,322,941
Provision for claims	2,335,904	14,427,312
Provision for doubtful accounts	7,003,664	3,514,005
Forgiveness of debt	-	(144,362)
Change in operating assets and liabilities:		
Increase in customer receivables	(22,698,116)	(14,914,780)
Increase in inventory	(47,378)	(274,743)
(Increase) decrease in prepaid expenses and other receivables	659,814	(4,365,847)
Decrease in deferred outflows of resources related to net pension liability and total OPEB liability	5,861,491	31,276,818
Decrease in net pension liability	(19,280,773)	(25,978,070)
Increase (decrease) in accounts payable	(4,769,665)	51,459,760
Increase in accrued salaries, due to pension and accrued vacation and sick pay	933,436	2,879,370
Increase (decrease) in customer deposits	(386,902)	809,141
Increase (decrease) in total OPEB liability	19,270,238	(17,697,137)
Decrease in other liabilities	(7,068,592)	(5,457,816)
Increase (decrease) in deferred inflows of resources related to net pension liability and total OPEB liability	(6,331,013)	14,625,438
Net cash provided by operating activities	$ 6,959,618	$ 61,656,661
Schedule of non-cash capital and related financing activities		
Contributions of capital assets	$ 9,106,145	$ 32,156,917
Additions of property, plant and equipment in accounts payable and retainage	$ 153,046,820	$ 112,079,711
Forgiveness of long-term debt	$ 109,626,251	$ -

(Concluded)

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
STATEMENTS OF FIDUCIARY NET POSITION
PENSION TRUST FUND
December 31, 2025 and 2024

	2025	2024
Assets:		
Cash	$ 2,809,523	$ 3,762,930
Receivables:		
Investment income	39,072	-
Employee contributions receivable	161,606	151,192
Due from other fund	491,192	525,046
Investments:		
Money market	14,505,244	78,551
LAMP	7,272,722	6,150,445
Mutual funds - debt securities	66,559,099	58,953,214
Mutual funds - equities	198,245,623	197,406,577
Partnerships	3,056,226	-
Total assets	293,140,307	267,027,955
Net position restricted for pension benefits	$ 293,140,307	$ 267,027,955

See accompanying notes to financial statements.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
STATEMENTS OF CHANGES IN FIDUCIARY NET POSITION
PENSION TRUST FUND
For the years ended December 31, 2025 and 2024

	2025	2024
Additions:		
Contributions and transfers in:		
Employee contributions	$ 3,942,572	$ 3,746,864
Employer contributions	12,205,829	12,827,921
City annuity and other transfers in	1,356,058	1,533,566
	17,504,459	18,108,351
Investment income:		
Interest income	330,493	501,136
Dividend income	1,857,955	1,173,200
Net appreciation	33,699,236	37,877,956
	35,887,684	39,552,292
Less: investment expenses	636,751	655,214
Net investment income	35,250,933	38,897,078
Total additions	52,755,392	57,005,429
Deductions:		
Benefits	(26,140,769)	(25,522,782)
Employee refunds	(502,271)	(902,390)
Total deductions	(26,643,040)	(26,425,172)
Change in net position	26,112,352	30,580,257
Net position restricted for pension benefits at beginning of year	267,027,955	236,447,698
Net position restricted for pension benefits at end of year	$ 293,140,307	$ 267,027,955

See accompanying notes to financial statements.

NOTES TO
BASIC FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

A. History and Organization

The major operation of the Sewerage and Water Board of New Orleans (the Board) is providing water, sewerage, and drainage services for the City of New Orleans (the City). The Sewerage and Water Board of New Orleans was created by Act 6 of the Louisiana Legislature of 1899 as a special board independent of the City's government to construct, maintain, and operate a water treatment and distribution system and a public sanitary sewerage system for the City. In 1903, the Legislature gave the Board control of and responsibility for the City's major drainage system and relieved the City of the duty of providing in its annual operating budget or otherwise for the maintenance and operations of the water, sewerage, and drainage systems.

In accordance with the Louisiana Revised Statutes (LRS) 33:4096 and 4121, the Board and City Council have the authority to establish the water and sewerage rates to charge to its customers. The rates are based on the actual water consumed and on the costs of maintenance and operation of the water and sewerage systems, including the costs of improvements and replacements. The collection of water and sewerage revenues are to be used by the Board for the maintenance and operation of the systems, the cost of improvements, betterments, and replacements and to provide for the payment of interest and principal on the bonds payable.

The Board has also been given the authority to levy and collect various tax millages, which are used for the operation and maintenance of the drainage operations. All excess revenues collected are made available for capital development of the system. The proceeds of the rate collections and tax millage are invested in such investments as authorized by the LRS. These investments are reflected in the combined statements of net position, as "restricted assets," as they are restricted to the purposes as described above.

The Sewerage and Water Board of New Orleans' eleven-member Board of Directors consists of the Mayor, the member of the Public Works, Sanitation, and Environment Committee of the New Orleans City Council or designee, two representatives of the Board of Liquidation, and seven citizen members, of which five represent council districts and two consumer advocates.

The Board's accounting policies conform to accounting principles generally accepted in the United States of America as applicable to utilities and to governmental units as set forth through the Governmental Accounting Standards Board (GASB). The following is a summary of the more significant policies.

B. Reporting Entity

In conformity with the GASB’s definition of a reporting entity, the Board includes an enterprise fund and a pension trust fund for financial reporting purposes. The Board is considered a reporting entity based on the following criteria:

1) Responsibility for surpluses/deficits. The Board is solely responsible for its surpluses/deficits. In accordance with LRS, no other governmental unit is responsible for the Board's deficits or has a claim to its surpluses. The Board’s operations are self-sustaining; revenues are generated through charges to customers and dedicated property taxes. Other than grants, no funding is received from the State of Louisiana or the City of New Orleans.

1. Summary of Significant Accounting Policies (continued)

B. Reporting Entity (continued)

2) Budget Approval. The Board is solely responsible for reviewing, approving, and revising its budget.

3) Responsibility for Debt. The LRS authorize the Board to issue bonds; such bonds must bear on their face a statement that they do not constitute a debt of the City. The Board is solely responsible for payments to bondholders. No other governmental unit is required by statute to make any payments to bondholders nor have any payments to bondholders ever been made by any governmental unit, except the Board.

4) Designation of Management. The Board controls the hiring of management and employees.

5) Special Financial Relationship. The Board has no special financial relationships with any other governmental unit.

6) Statutory Authority. The Board's statutory authority was created by the State of Louisiana as an independent governmental unit. Only an amendment to the state statutes can change or abolish the Board's authority.

The Board is a component unit of the City of New Orleans as defined by Governmental Accounting Standards Board Statement 61, *The Financial Reporting Entity: Omnibus—an amendment of GASB Statements No. 14 and No. 34 and GASB Codification Section 2100*. As a result of a Louisiana Supreme Court decision on March 21, 1994, the Board was declared to be an autonomous or self-governing legal entity, legally independent of the City, State, and other governments, created and organized pursuant to LRS 33:4071 as a board, separate and independent of the governing authorities of the City and vested with autonomous or self-governing authority. No other government can mandate actions of the Board nor impose specific financial burdens, except the approval of the City Council and the Board of Liquidation in the case of bond issues and certain rate increases. Because such approval is required, the City considers the Board to be a component unit of the City and includes the Board, as a discretely presented component unit, in the City’s annual financial statements.

C. Basis of Financial Statement Presentation

The Board’s basic financial statements consist of the proprietary fund (the enterprise fund) and the fiduciary fund (the pension trust fund).

1. Summary of Significant Accounting Policies (continued)

C. Basis of Financial Statement Presentation (continued)

The operations of the Board are accounted for in the following fund types:

Proprietary Fund Type

The proprietary fund is used to account for the Board's ongoing operations and activities, which are similar to those often found in the private sector. The proprietary fund is accounted for using a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net position. Net position is segregated into the net investment in capital assets, restricted for debt service, and unrestricted. The Board's restricted assets are expendable for their purposes. The Board utilizes available unrestricted assets before utilizing restricted assets. The operating statements present increases (revenues) and decreases (expenses) in net position. The Board maintains one proprietary fund type – the enterprise fund. The 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 cost (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.

Operating revenues include all charges for services; other revenues include plumbing permitting fees and other miscellaneous charges. Operating expenses include the costs associated with providing water, sewerage, and drainage services. Interest income, interest expense, grants from other governments, and tax revenues are presented as non-operating items.

Fiduciary Fund Type

The fiduciary fund is used to account for assets held by the Board in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The Board maintains one fiduciary fund type—the pension trust fund. The pension trust fund uses the flow of economic resources measurement focus. All assets and liabilities associated with the operation of this fund are included in the statement of fiduciary net assets. The pension trust fund is used to account for the activity of the Board's employee retirement plan, which is a blended component unit of the Board as defined by Section 2100 of the GASB Codification.

D. Basis of Accounting

The enterprise fund and the pension trust fund prepare their financial statements on the accrual basis of accounting. Under the accrual basis, revenues are recognized when earned, and expenses are recorded when an obligation has been incurred. Unbilled utility service charges are not recorded as management considers the effect of not recording such unbilled receivables as not material. Property taxes are recorded as revenue in the year for which they are levied. Plan member contributions are recognized in the period in which contributions are due. Employer contributions to the pension plan are recognized when due and the employer has made a commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

1. Summary of Significant Accounting Policies (continued)

E. Investments

Investments are recorded at fair value, except for short-term investments (maturity of one year or less), which are recorded at amortized cost, which approximates fair value. Securities traded in a national or international exchange are valued at the last recorded sales price at current exchange rates. Investments that do not have an established market are recorded at estimated fair value. Investment income and expenses, including changes in the fair value of the investments, are recognized in the Statements of Revenues, Expenses, and Changes in Net Position and the Statements of Changes in Fiduciary Net Position.

F. Inventory of Supplies

Inventory of supplies is valued at cost. Cost is determined by the weighted average cost method.

G. Vacation and Sick Pay

Vacation (annual leave) and sick pay (sick leave) are accrued when earned. Annual leave is accrued at the rate of .6923 of a workday for each bi-weekly accrual period for all employees on the payroll as of December 31, 1978. Employees hired after that date earn leave at a rate of .5 of a workday per bi-weekly pay period.

All employees on the payroll as of December 31, 1978 receive three additional days each year; all employees hired after that date receive three additional days each year for five through nine calendar years of continuous service; six additional days each year for ten through fourteen years; nine additional days each year for fifteen through nineteen years; and, twelve days for twenty or more years of continuous service. Civil Service's policy permits employees a limited amount of earned but unused annual leave which will be paid to employees upon separation from the Board. The amount shall not exceed ninety days for employees hired before January 1, 1979, and forty-five days for employees hired after December 31, 1978.

Sick leave is accumulated on a bi-weekly basis by all employees hired prior to December 31, 1978 at an accrual rate of .923 of a workday. For employees hired subsequent to December 31, 1978, the accrual rate is .5 of a workday for each bi-weekly period, plus two additional days each year for employees with six through fifteen calendar years of continuous service, and seven additional days each year for employees with sixteen or more calendar years of continuous service.

Upon separation from the Board, an employee can elect to convert unused sick leave for retirement credits or cash. The conversion to cash is determined by a rate ranging from one day of pay for five days of leave for the 1st through 100th leave day to one day of pay for one day of leave for all days in excess of the 400th leave day.

1. Summary of Significant Accounting Policies (continued)

G. Vacation and Sick Pay (continued)

GASB Statement No. 101, *Compensated Absences*, requires governments to accrue a liability for compensated leave that has not been used if all of the following are true: (1) The leave is attributable to services already rendered; (2) The leave accumulates; and (3) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through non-cash means.

The Board has recorded the following liabilities, including the salary-related benefits associated with the payment of compensated absences as of December 31, 2025:

- Sick leave that is expected to be used based on years of service and an average of hours not-forfeited multiplied by current year pay rates.
- Vacation leave based on maximum vested amount multiplied by current year pay rates.

The amount of annual leave earned and estimated sick leave earned that will be utilized based on average days used, estimated salaries, and estimated amounts remaining to be settled in cash under the conversion option available to all employees included in the statements of net position as of December 31, 2025 and 2024 is $18,134,905 and $17,368,908, respectively. These amounts include the salary cost as well as certain salary-related costs, such as the Board's share of social security expense and are classified as a long-term liability.

H. Capital Assets

Capital assets are carried at historical cost. The Board capitalizes moveable equipment with a value of $10,000 or greater and stationary, infrastructure, network, real estate, and other equipment with a value of $5,000 or greater. The cost of additions includes contracted work, direct labor, materials, and allocable cost. Donated capital assets are recorded at their acquisition value at the date of donation.

Depreciation is computed using the straight-line method over the estimated useful life of the asset. Lease right-of-use assets and subscription assets are amortized over the shorter period of the contract term or the useful life of the asset. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation or amortization are removed from the accounts and any resulting gain or loss is recognized in revenue for the period. The cost of maintenance and repairs is charged to operations as incurred, and significant renewals and betterments are capitalized. Deductions are made for retirements resulting from renewals or betterments.

1. Summary of Significant Accounting Policies (continued)

I. Right-of-use Assets and Lease Liabilities

The Board is a lessee under noncancellable lease agreements for fleet vehicles. In accordance GASB Statement 87, *Leases*, the Board recognizes a liability and an intangible right-of-use lease asset (lease asset) in the financial statements for lease contracts that have a term greater than one year and for which have an individual value that is material to the financial statements. At commencement of the lease, the Board initially measures the liability at the present value of payments expected to be made during the term of the agreement. The liability is reduced by the principal portion of payments made. The lease right-of-use asset is initially measured as the initial amount of the lease liability, adjusted for payments made at or before commencement of the agreement, plus certain initial direct costs. Subsequently, the lease right-of-use asset is amortized over a straight-line basis over the shorter of the lease term or its useful life. Key estimates include the discount rate used to measure the present value of expected lease payments, the term of the lease, and payments. Lease assets are reported with capital assets on the statements of net position.

The Board uses the interest rate charged by the lessor as the discount rate, if provided. When an interest rate is not provided, the Board uses its estimated incremental borrowing rate as the discount rate for determining present value of expected lease payments. The lease term includes the noncancellable term of the lease agreement and optional renewal periods that management determines are reasonably certain to be exercised.

J. Subscription Assets and Liabilities

The Board has entered into noncancellable subscription-based information technology arrangements (SBITAs). The Board recognizes a SBITA liability and an intangible subscription asset in the financial statements. At the commencement of a SBITA, the Board initially measures the SBITA liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of the payments made.

Subscription assets are initially recorded at the initial measurement of the subscription liability, plus the subscription payments made at or before the commencement of the SBITA term, less any SBITA vendor incentives received from the SBITA vendor at or before the commencement of the SBITA term, plus capitalizable initial implementation costs. Subscription assets are amortized on a straight-line basis over the shorter of the SBITA term or the useful life of the underlying IT asset.

The Board monitors changes in circumstances that would require a remeasurement of its subscriptions and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

At December 31, 2025 and 2024, the Board recognized a prepaid expense of $2,734,505 and $1,394,490, respectively for payments made under SBITA arrangements that were still in the implementation phase as of year-end.

1. Summary of Significant Accounting Policies (continued)

K. Self-Insurance/Risk Management

The Board is self-insured for general liability, workers' compensation, unemployment compensation, and hospitalization benefits and claims. The accrued liability for the various types of claims represents an estimate by management of the eventual loss on the claims arising prior to year-end, including claims incurred and not yet recorded and estimates of both future payments of losses and related claims adjustment and expense. Estimated expenses and recoveries are based on a case-by-case review.

L. Bond Issuance Costs and Refinancing Gains (Losses)

Costs related to issuing bonds are expensed when incurred. Premiums and discounts associated with bond issues are amortized over the interest yield method.

M. Deferred Inflows/Outflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense) until then. Deferred inflows of resources represent an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources until that time. The deferred charge on refunding recorded on the statements of net position results from the difference in 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 refunding debt.

Deferred inflows and outflows have been recognized for the net difference between the projected and actual investment earnings for the pension plan, this amount is deferred and amortized over a period of five years. In addition, deferred inflows and outflows have been recognized for the differences between the actuarial expectation and the actual economic experience and changes in actuarial assumptions related to the defined benefit pension plan and the other post-employment benefit plan. These amounts are deferred and amortized over the average of the expected service lives of pension plan members. See Note 7 and Note 8 for additional information on deferred inflows and outflows related to the pension plan and the other post-employment benefits plan, respectively.

N. Pension

The Board may fund all or part of the accrued pension cost, depending on the resources that are available at the time of contribution, for its contributory pension plan which covers substantially all employees. Annual costs are actuarially computed using the entry age normal cost method. The liability for unfunded pension costs is recognized in accordance with GASB Statement No. 68.

O. Other Post-Employment Benefits ("OPEB")

GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, requires governments to recognize total OPEB liabilities directly in the financial statements, as a means of more effectively disclosing exactly what these benefits are meant to provide.

1. **Summary of Significant Accounting Policies (continued)**

O. Other Postemployment Benefits (“OPEB”) (continued)

Annual costs are actuarially computed using the entry age normal cost method. The liability for unfunded OPEB costs is recognized in accordance with GASB Statement No. 75 on the statements of net position.

P. Drainage System

The Drainage System was established as a department of the enterprise fund to account for the revenues from three-mill, six-mill, and nine-mill ad valorem taxes designated Statement No. exclusively for drainage services. There exists a potential for additional financing by additional user service charges. Expenditures from the system are for the debt service of nine-mill tax bonds and drainage related operation, maintenance, and construction.

Q. Capital Contributions

Contributions from developers and others, and receipts of Federal, State, and City grants for acquisition of capital assets are recorded as capital contributions in the Statements of Revenues, Expenses, and Changes in Net Position.

R. Net Position Flow Assumption

The Board may fund outlays for a particular purpose from both restricted (e.g. restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position, a flow assumption must be made about the order in which the resources are considered to be applied. The Board’s policy is to consider restricted net position to have been depleted before unrestricted-net position is applied.

S. Net Position

Net investment in capital assets – This component of net position consists of capital assets, net of accumulated depreciation, and reduced by the outstanding debt attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds is not included in this component of net position. Rather, that portion of debt is included in the same component of net position as the unspent proceeds.

Restricted – This net position component reports externally imposed constraints placed on their use by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted – Unrestricted net position is the balance (deficit) of all other elements in a statement of net position remaining after net investment in capital assets and restricted net position.

1. Summary of Significant Accounting Policies (continued)

T. Cash Flows

For purposes of the statements of cash flows, only cash on hand and on deposit at financial institutions are considered to be cash equivalents. Treasury bills, and other securities are considered investments.

U. Operating and Nonoperating Revenues

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with principal ongoing operations. The principal operating revenues of the Board are charges to customers for services. Operating expenses include the cost of services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are recorded as nonoperating revenues and expenses.

V. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the recorded amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the recorded amounts of revenue and expenditures during the period. Actual results could differ from those estimates.

2. Cash, Cash Equivalents, and Investments

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Statutes require that the Board's cash be covered by federal depository insurance or collateral. At December 31, 2025 and 2024, the Board's interest-bearing deposits with banks consisted of cash and money market funds totaling $208,439,940 and $269,642,560, respectively. In addition, the Board held U.S. Treasury bills, which are backed by the full faith and credit of the U.S. government, in the amount of $26,601,489 and $31,617,908 at December 31, 2025 and 2024, respectively. The Board's cash bank balances for 2025 and 2024 were covered by federal depository insurance or collateral held by custodial agents of the financial institutions in the name of the Board.

2. Cash, Cash Equivalents, and Investments (continued)

The following are the components of the Board's cash, cash equivalents, and investments as of December 31 for the Enterprise and Pension Trust Funds:

Statement of Net Position - Enterprise Funds	2025	2024
Cash and cash equivalents	$ 89,792,093	$ 154,131,302
Restricted cash and cash equivalents	104,206,135	89,331,995
Restricted investments	2,643,294	2,643,294
Customer deposits - cash	11,425,697	11,812,599
Customer deposits - investments	3,250,000	3,250,000
Total cash, cash equivalents, and investments - Enterprise Funds	211,317,219	261,169,190
Statement of Net Position - Pension Trust Fund	**2025**	**2024**
Cash	2,809,523	3,762,930
Money Market	14,505,244	78,551
LAMP	7,272,722	6,150,445
Mutual Funds - debt securities	66,559,099	58,953,214
Mutual Funds - equity securities	198,245,605	197,406,577
Partnerships	3,056,226	-
Total cash, cash equivalents, and investments - Pension Trust Fund	292,448,419	266,351,717
Total cash, cash equivalents, and investments	$ 503,765,638	$ 527,520,907

A. Fair Value Measurement

To the extent available, the Board's investments are recorded at fair value. GASB Statement No. 72 – *Fair Value Measurement and Application*, defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This statement establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the marketplace. Inputs are used in applying the various valuation techniques and take into account the assumptions that market participants use to make valuation decisions. Inputs may include price information, credit data, interest and yield curve data, and other factors specific to the financial instrument. Observable inputs reflect market data obtained from independent sources. In contrast, unobservable inputs reflect the entity's assumptions about how market participants would value the financial instrument. Valuation techniques should maximize the use of observable inputs to the extent available.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The following describes the hierarchy of inputs used to measure fair value and the primary valuation methodologies used for financial instruments measured at fair value on a recurring basis.

2. Cash, Cash Equivalents, and Investments (continued)

A. Fair Value Measurement (continued)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy are described as follows:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Board has the ability to access at the measurement date.

Level 2: Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement determined using model-based techniques that include option pricing models, discounted cash flow models, and similar techniques.

Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Deposits and investments—Statutes authorize the Board to invest in obligations of the U.S. Treasury, agencies, and instrumentalities, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's Commercial Paper Record, repurchase agreements, and the Louisiana Asset Management Pool (LAMP). In addition, the pension trust fund is authorized to invest in corporate bonds rated BBB or better by Standard & Poor's Corporation or Baa or better by Moody's Investors Service and equity securities.

Cash equivalents such as money market funds and LAMP are measured at net asset value (NAV). These cash equivalents have not been classified in the fair value hierarchy table.

2. Cash and Investments (continued)

A. Fair Value Measurement (continued)

A summary of the Board's investments, including the Pension Trust Fund, along with the fair value hierarchy levels of each type of investment as of December 31 are as follows:

	2025			
	Total	Quoted Prices in Active Markets (Level 1 Inputs)	Significant Other Observable Inputs (Level 2 Inputs)	Significant Unobservable Inputs (Level 3 Inputs)
Investment by fair value level:				
Mutual funds- equity securities	$ 198,245,605	$ 198,245,605	$ -	$ -
Mutual funds- debt securities	66,559,099	-	66,559,099	-
Partnerships	3,056,226	-	-	3,056,226
Total investments at fair value level	$ 267,860,930	$ 198,245,605	$ 66,559,099	$ 3,056,226
Investments measured at NAV or amortized cost:				
Money market funds	$ 14,505,244			
LAMP	13,166,016			
	$ 27,671,260			
Total investments	$ 295,532,190			

	2024			
	Total	Quoted Prices in Active Markets (Level 1 Inputs)	Significant Other Observable Inputs (Level 2 Inputs)	Significant Unobservable Inputs (Level 3 Inputs)
Investment by fair value level:				
Mutual funds- equity securities	$ 197,406,577	$ 197,406,577	$ -	$ -
Mutual funds- debt securities	58,953,214	-	58,953,214	-
Total investments at fair value level	$ 256,359,791	$ 197,406,577	$ 58,953,214	$ -
Investments measured at NAV or amortized cost:				
Money market funds	$ 78,551			
LAMP	12,043,739			
	$ 12,122,290			
Total investments	$ 268,482,081			

The investments measured at NAV have no unfunded commitments; redemption frequency is daily; and the redemption period notice is same day.

2. Cash and Investments (continued)

A. Fair Value Measurement (continued)

A reconciliation of the enterprise and pension funds to the total investments and cash and cash equivalents at December 31 is as follows:

	2025		
	Enterprise	Pension	Total
Cash and cash equivalents	$ 205,423,925	$ 2,809,523	$ 208,233,448
Money market	-	14,505,244	14,505,244
LAMP	5,893,294	7,272,722	13,166,016
Mutual funds - debt securities	-	66,559,099	66,559,099
Mutual funds - equity securities	-	198,245,605	198,245,605
Partnership	-	3,056,226	3,056,226
Total cash and investments	$ 211,317,219	$ 292,448,419	$ 503,765,638

	2024		
	Enterprise	Pension	Total
Cash and cash equivalents	$ 255,275,896	$ 3,762,930	$ 259,038,826
Money market	-	78,551	78,551
LAMP	5,893,294	6,150,445	12,043,739
Mutual funds - debt securities	-	58,953,214	58,953,214
Mutual funds - equity securities	-	197,406,577	197,406,577
Total cash and investments	$ 261,169,190	$ 266,351,717	$ 527,520,907

Pension trust fund investments are held in trust and governed pursuant to an indenture between the trustee financial institution and the Board.

B. Louisiana Asset Management Pool (LAMP)

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high-quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LRS 33:2955.

GASB Statement No. 40, *Deposit and Investment Risk Disclosure*, requires disclosure of credit risk, custodial credit risk, concentration of credit risk, interest rate risk, and foreign currency risk for all public entity investments.

LAMP is an investment pool that, to the extent practical, invests in a manner consistent with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants.* The following facts are relevant for investment pools:

2. Cash and Investments (continued)

B. Louisiana Asset Management Pool (LAMP) (continued)

- Credit risk: LAMP is rated AAA by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 60 days and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments. The WAM for LAMP's total investments is 73 as of December 31, 2025.
- Foreign currency risk: Not applicable.

The investments in LAMP are stated at fair value. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

C. Credit and Interest Risk

Credit Risk - State law limits investments in securities issued, or backed by United States Treasury obligations, and U.S. Government instrumentalities, which are federally sponsored. The Board’s investment policy does not further limit its investment choices. LAMP is rated AAAm by Standard & Poor’s. The Pension Trust Fund’s investment policy requires that fixed income investments be investment grade (BBB or higher as rated by Standard & Poor’s or Baa or higher as rated by Moody’s). Bonds rated below BBB/Baa are not to exceed 15% of the portfolio, and non-rated bonds are not to exceed 1% of the portfolio.

Interest Rate Risk - Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. In general, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The Board has a formal investment policy that states that the investment portfolio shall remain sufficiently liquid to meet all operating and capital requirements that may be reasonably anticipated and that maturities of investments are to be structured concurrent with cash needs to meet anticipated demand.

Foreign Currency Risk – The Pension Trust Fund’s exposure to foreign currency risk derives from its positions in foreign currency-denominated fixed-income investments. The Pension Trust Fund's investment policy permits it to invest up to 5 percent of total investments in foreign currency-denominated fixed-income investments. The investments in foreign currency-denominated corporate bonds were rated by Standard & Poor's.

2. Cash and Investments (continued)

D. Concentration of Credit Risk

Per GASB Statement 40, *Deposit and Investment Risk Disclosures*, concentration of credit risk is defined as the risk of loss attributed the magnitude of government's investment in a single issuer. GASB 40 further defines an at-risk investment to be one that represents more than five percent (5%) of the fair value of the total investment portfolio and requires disclosure of such at-risk investments. GASB 40 specifically excludes investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments from the disclosure requirement. The Board has no investment in a single issuer that represent more than 5% of the investment portfolio. In addition, the Board's investments consist of investments in mutual funds, external investment pools, and other pooled investments.

3. Customer Receivables

Customer receivables as of December 31 consist of the following:

	2025		
	Customer Receivables	Allowance for Doubtful Accounts	Net Customer Receivables
Water	$ 60,457,191	$ 26,439,520	$ 34,017,671
Sewer	68,973,285	47,538,223	21,435,062
	$ 129,430,476	$ 73,977,743	$ 55,452,733

	2024		
	Customer Receivables	Allowance for Doubtful Accounts	Net Customer Receivables
Water	$ 54,072,876	$ 29,185,585	$ 24,887,291
Sewer	61,730,687	46,859,697	14,870,990
	$ 115,803,563	$ 76,045,282	$ 39,758,281

4. Capital Assets

The useful lives of capital assets consisted of the following:

Power and pumping stations – buildings and machinery	40 to 57 years
Distribution systems	75 years
Sewerage collection, treatment plant, general plant, and building	12 to 75 years
Canals and subsurface drains	75 to 100 years
Power transmissions, connections, and meters	50 years
Treatment plants, general plant, and buildings	12 to 50 years

4. Capital Assets (continued)

Capital assets consisted of the following as of December 31:

	2025			
	Beginning Balance	Additions	Deletions/ Reclassifications	Ending Balance
Cost				
Real estate rights, non depreciable	$ 10,618,190	$ -	$ -	$ 10,618,190
Power and pumping stations - buildings and machinery	955,403,388	56,610,323	(138,691,350)	873,322,361
Distribution systems	561,782,043	77,248,040	21,048,939	660,079,022
Sewerage collection, treatment plant, general plant, and building	1,473,510,688	161,771,708	(9,807,373)	1,625,475,023
Canals and subsurface drainage	1,605,177,996	17,105,069	3,713,148	1,625,996,213
Power transmissions, connections and meters	159,846,547	-	(16,995,804)	142,850,743
SBITA asset	2,233,284	-	-	2,233,284
Lease asset	1,507,408	694,328	-	2,201,736
Total property, plant, and equipment in service	4,770,079,544	313,429,468	(140,732,440)	4,942,776,572
Nondepreciable capital assets				
Construction in progress	883,877,240	435,971,978	(312,776,304)	1,007,072,914
Total nondepreciable capital assets	883,877,240	435,971,978	(312,776,304)	1,007,072,914
Total capital assets	5,653,956,784	749,401,446	(453,508,744)	5,949,849,486
Accumulated Depreciation and Amortization				
Power and pumping stations - buildings and machinery	467,830,446	18,567,741	-	486,398,187
Distribution systems	74,230,018	8,779,051	(3,862,211)	79,146,858
Sewerage collection, treatment plant, general plant, and building	557,624,918	26,858,298	(8,088,584)	576,394,632
Canals and subsurface drainage	192,765,065	16,285,407	-	209,050,472
Power transmissions, connections and meters	77,872,001	2,734,478	-	80,606,479
SBITA asset	35,282	186,516	-	221,798
Lease asset	100,036	364,968	-	465,004
Total accumulated depreciation and amortization	1,370,457,766	73,776,459	(11,950,795)	1,432,283,430
Net capital assets	$ 4,283,499,018	$ 675,624,987	$ (441,557,949)	$ 4,517,566,056

	2024			
	Beginning Balance	Additions	Deletions/ Reclassifications	Ending Balance
Cost				
Real estate rights, non depreciable	$ 10,618,190	$ -	$ -	$ 10,618,190
Power and pumping stations - buildings and machinery	946,084,496	27,191,301	(17,872,409)	955,403,388
Distribution systems	492,233,942	79,660,113	(10,112,012)	561,782,043
Sewerage collection, treatment plant, general plant, and building	1,484,161,570	148,268,528	(158,919,410)	1,473,510,688
Canals and subsurface drainage	1,373,364,185	97,757,742	134,056,069	1,605,177,996
Power transmissions, connections and meters	103,080,462	-	56,766,085	159,846,547
SBITA asset	-	2,233,284	-	2,233,284
Lease asset	-	1,507,408	-	1,507,408
Total property, plant, and equipment in service	4,409,542,845	356,618,376	3,918,323	4,770,079,544
Nondepreciable capital assets				
Construction in progress	892,303,255	344,451,669	(352,877,684)	883,877,240
Total nondepreciable capital assets	892,303,255	344,451,669	(352,877,684)	883,877,240
Total capital assets	5,301,846,100	701,070,045	(348,959,361)	5,653,956,784
Accumulated Depreciation				
Power and pumping stations - buildings and machinery	447,529,508	20,300,938	-	467,830,446
Distribution systems	70,814,537	7,398,490	(3,983,009)	74,230,018
Sewerage collection, treatment plant, general plant, and building	547,840,129	17,198,215	(7,413,426)	557,624,918
Canals and subsurface drainage	176,668,469	16,096,596	-	192,765,065
Power transmissions, connections and meters	74,678,617	3,193,384	-	77,872,001
SBITA asset	-	35,282	-	35,282
Lease asset	-	100,036	-	100,036
Total accumulated depreciation	1,317,531,260	64,322,941	(11,396,435)	1,370,457,766
Net capital assets	$ 3,984,314,840	$ 636,747,104	$ (337,562,926)	$ 4,283,499,018

5. Due to City of New Orleans

The Board bills and collects sanitation charges on behalf of the City. Amounts payable to the City were $2,748,934 and $4,956,269 at December 31, 2025 and 2024, respectively. The Board is not liable for any uncollected sanitation charges. Additionally, amounts included in accounts payable due to the City for works performed by the Department of Public Works on behalf of the Board, were $75,571,554 and $20,657,426 at December 31, 2025 and 2024, respectively.

6. Long-Term Obligations

A. Summary of Changes in Long-Term Debt

Following is a summary of changes in long-term debt for the years ended December 31:

	Balance 1/1/2025	Additions	Reductions	Balance 12/31/2025	Due Within One Year
Claims and judgments (Note 9)	$ 59,691,060	$ 7,853,108	$ 10,248,014	$ 57,296,154	$ 6,964,732
Lease liability	1,425,678	694,328	315,127	1,804,879	400,717
SBITA liabilty	1,937,558	-	186,516	1,751,042	193,130
Accrued annual and sick leave	17,368,908	765,997	-	18,134,905	-
Sewerage and water system bonds	477,327,835	11,351,775	18,330,334	470,349,276	18,371,000
Water Infrastructure Finance and Innovation Act loan payable	72,399,982	93,409,714	-	165,809,696	-
Drainage system tax bonds	28,050,000	-	8,985,000	19,065,000	9,345,000
Premium on bonds payable	14,435,854	-	1,114,819	13,321,035	-
Debt service assistance loan	28,147,507	-	6,651,134	21,496,373	6,959,745
Southeast Louisiana Project	226,610,705	13,398,575	123,616,510	116,392,770	613,877
	$ 927,395,087	$ 127,473,497	$ 169,447,454	$ 885,421,130	$ 42,848,201

	Balance 1/1/2024	Additions	Reductions	Balance 12/31/2024	Due Within One Year
Claims and judgments (Note 9)	$ 48,857,365	$ 20,047,557	$ 9,213,862	$ 59,691,060	$ 3,605,256
Lease liability	-	1,507,409	81,731	1,425,678	262,365
SBITA liabilty	-	1,968,017	30,459	1,937,558	186,516
Accrued annual and sick leave	15,550,646	1,818,262	-	17,368,908	-
Sewerage and water system bonds	484,304,963	12,677,234	19,654,362	477,327,835	17,669,000
Water Infrastructure Finance and				-	
Innovation Act loan payable	1,053,179	71,346,803	-	72,399,982	-
Drainage system tax bonds	36,690,000	-	8,640,000	28,050,000	8,985,000
Premium on bonds payable	15,558,827	-	1,122,973	14,435,854	-
Debt service assistance loan	31,331,363	-	3,183,856	28,147,507	6,651,134
Southeast Louisiana Project	215,257,520	13,398,575	2,045,390	226,610,705	2,122,092
	$ 848,603,863	$ 122,763,857	$ 43,972,633	$ 927,395,087	$ 39,481,363

6. Long-Term Obligations (continued)

B. Bonds Payable

Bonds payable consisted of the following as of December 31:

	Principal Balances 2025	Principal Balances 2024
4.02% drainage system limited tax bonds, series 2022; due in annual principal installments ranging from $8,310,000 to $9,720,000; final payment due December 1, 2027.	$ 19,065,000	$ 28,050,000
2.00% to 5.00% sewerage service revenue bonds, series 2014 (initial average interest cost 3.86%); due in annual principal installments ranging from $1,970,000 to $12,970,000; final payment due June 1, 2025.	-	1,970,000
7.91% sewerage service revenue bonds, series 2015 (initial average interest cost 4.39%); due in annual principal installments ranging from $325,000 to $6,225,000; final payment due June 1, 2027.	4,585,000	6,710,000
2.87% sewerage service revenue bonds, series 2020B; due in annual principal installments ranging from $2,000,000 to $2,660,000; final payment due June 1, 2050.	64,750,000	64,750,000
2.57% sewerage revenue refunding bonds, series 2021; due in annual principal installments ranging from $2,335,000 to $11,510,000; final payment due June 1, 2045.	168,785,000	171,160,000
5.00% water revenue bonds, series 2014 (initial average interest cost 4.43%); due in annual principal installments ranging from $325,000 to $6,225,000; final payment due December 1, 2026.	2,585,000	5,045,000
4.98% water revenue bonds, series 2015 (initial average interest cost 4.38%); due in annual principal installments ranging from $700,000 to $2,750,000; final payment due December 1, 2028.	7,855,000	10,230,000
2.62% water revenue refunding bonds, series 2021; due in annual principal installments ranging from $2,500,000 to $12,740,000; final payment due December 31, 2045.	184,220,000	186,760,000
Direct Placements:		
0.45% sewerage service revenue bonds, series 2011 (initial average interest cost 0.95%); due in annual principal installments ranging from $411,000 to $491,000; final payment due December 1, 2032.	3,344,000	3,804,000
0.95% sewerage service revenue bonds, series 2019; due in annual principal installments ranging from 4.56% to 100% of outstanding principal balance; final payment due June 1, 2040.	5,748,688	6,079,687

6. Long-Term Obligations (continued)

B. Bonds Payable (continued)

	Principal Balances 2025	Principal Balances 2024
0.95% sewerage service revenue bonds, series 2022; due in annual principal installments ranging from 4.56% to 100% of outstanding principal balance; final payment due June 1, 2043.	9,780,436	10,276,435
1.50% sewerage service revenue bonds, series 2020A; due in annual principal installments ranging from $1,765,000 to $3,195,000; final payment due June 1, 2025.	-	2,160,000
0.95% sewerage service revenue bonds, series 2023; due in annual principal installments ranging from 4.56% to 100% of outstanding principal balance; final payment due December 21, 2043.	13,954,199	8,004,175
0.00% water revenue bonds, series 2024; due in annual principal installments ranging from 3.33% to 6.25% of outstanding principal balance; final payment due December 1, 2055.	258,216	136,718
0.95% sewer service revenue bonds, series 2024A; due in annual principal installments ranging from 4.56% to 8.67% of outstanding principal balance; final payment due June 1, 2045.	170,300	170,300
0.95% sewer service revenue bonds, series 2024B; due in annual principal installments ranging from 4.56% to 8.67% of outstanding principal balance; final payment due June 1, 2045.	4,274,476	71,520
0.45% water revenue bonds, series 2025; due in annual principal installments ranging from 3.33% to 6.25% of outstanding principal balance; final payment due December 13, 2054.	38,961	-
	489,414,276	505,377,835
Plus: bond premiums	13,321,035	14,435,854
Total	502,735,311	519,813,689
Less: current maturities	(27,716,000)	(26,654,000)
Bond payable, long-term	$ 475,019,311	$ 493,159,689

The changes in bonds payable were as follows:

	2025	2024
Balance, beginning of year	$ 505,377,835	$ 520,994,963
Principal drawn	11,351,775	12,677,234
Payments	(26,688,001)	(28,150,000)
Forgiven	(627,333)	(144,362)
Balance, end of year	$ 489,414,276	$ 505,377,835

6. Long-Term Obligations (continued)

B. Bonds Payable (continued)

The annual requirements to amortize bonds payable as of December 31, 2025, are as follows:

	Revenue Bonds		Direct Placement Revenue Bonds		Tax Bonds		Total	
Year	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2026	$ 16,300,000	$ 12,226,277	$ 2,071,000	$ 346,052	$ 9,345,000	$ 766,413	$ 27,716,000	$ 13,338,742
2027	17,315,000	11,669,330	3,609,477	320,080	9,720,000	390,744	30,644,477	12,380,154
2028	17,665,000	11,207,834	3,172,000	290,107	-	-	20,837,000	11,497,941
2029	17,995,000	10,755,270	3,203,000	259,850	-	-	21,198,000	11,015,120
2030	18,270,000	10,361,855	3,231,000	229,307	-	-	21,501,000	10,591,162
2031-2035	97,855,000	45,012,872	14,961,200	696,690	-	-	112,816,200	45,709,562
2036-2040	109,475,000	31,353,907	4,845,688	220,756	-	-	114,320,688	31,574,663
2041-2045	124,905,000	13,624,341	2,475,911	37,866	-	-	127,380,911	13,662,207
2046-2050	13,000,000	1,294,000	-	-	-	-	13,000,000	1,294,000
	$ 432,780,000	$ 147,505,686	$ 37,569,276	$ 2,400,708	$ 19,065,000	$ 1,157,157	$ 489,414,276	$ 151,063,551

The indentures under which these bonds were issued provide for the establishment of restricted funds for debt service as follows:

1. Debt service funds are required for the payment of interest and principal on the revenue and tax bonds. Monthly deposits on revenue bonds, excluding bond anticipation notes, are required to be made into this fund from operations in an amount equal to 1/6 of the interest falling due on the next interest payment date, and an amount equal to 1/12 of the principal falling due on the next principal payment date. All debt service funds are administered by the Board of Liquidation. The required amount to be accumulated in this fund and on hand were $9,883,711 and $9,908,338 at December 31, 2025 and 2024, respectively.

2. The water bonds require a reserve equal to the largest amount required in any future calendar year to pay the principal of and interest on outstanding bonds. The sewer bonds require an amount equal to 125% of average aggregate debt service. The amount required to be accumulated in this fund and on hand was $26,619,860 and $19,344,336 at December 31, 2025 and 2024, respectively.

Operating revenues, net of operating expenses, are pledged as security for all revenue bond issues.

Events of default for the bond agreements include the failure to pay the principal and interest payments timely and failure of the Board to observe and perform any of its covenants, conditions, or agreements under the bond agreements. Resolution may be obtained for a period of 60 days after written notice either from the paying agent or the Board of Liquidation or holders of not less than 25% in aggregate principal amount of bonds then outstanding (unless the paying agent, the Board of Liquidation or the holders agree in writing to an extension of such time prior to its expiration) specifying such failure and requesting that it be remedied.

Upon the occurrence and continuation of an Event of Default, either the Board of Liquidation (by notice in writing by the Board) or holders of not less than 25% in aggregate principal amount of bonds then outstanding (by notice in writing to the Board and the Board of Liquidation) may declare the entire unpaid principal of the Bonds due and payable. Upon any such declaration the Board shall pay the entire unpaid principal of premium, if any, and accrued interest on the Bonds, but only from net revenues and other monies herein specifically pledged for payments.

6. Long-Term Obligations (continued)

C. Louisiana Department of Environmental Quality

In 2011, the Board entered into an agreement with the Louisiana Department of Environmental Quality (LDEQ) whereby the LDEQ committed to loan the Board $9,000,000 to fund sewer main replacements, point repairs, replacement of associated service connections and laterals, sewer line rehabilitation by cured in-place pipelining and manhole rehabilitation. The loan was advanced in incremental amounts as project costs were incurred. The indebtedness to the LDEQ is evidenced through the Sewerage Service Subordinate Revenue Bonds, Series 2011.

In 2019, the Board entered into an agreement with the LDEQ whereby the LDEQ has committed to loan the Board $10,000,000 to fund sewer main replacements, point repairs, replacement of associated service connections and laterals, sewer line rehabilitation by cured in-place pipelining and manhole rehabilitation. The loan is being advanced in incremental amounts as project costs are incurred. The indebtedness to the LDEQ is evidenced through the Sewerage Service Revenue Bonds, Series 2019.

In 2022, the Board entered into an agreement with the LDEQ whereby the LDEQ has committed to loan the Board $11,110,000 to fund sewer main replacements, point repairs, replacement of associated service connections and laterals, sewer line rehabilitation by cured in-place pipelining and manhole rehabilitation. The loan is being advanced in incremental amounts as project costs are incurred. The indebtedness to the LDEQ is evidenced through the Sewerage Service Revenue Bonds, Series 2022.

In 2023, the Board entered into an agreement with the LDEQ whereby the LDEQ has committed to loan the Board $31,525,000 to fund sewer main replacements, point repairs, replacement of associated service connections and laterals, sewer line rehabilitation by cured in-place pipelining and manhole rehabilitation. The loan is being advanced in incremental amounts as project costs are incurred. The indebtedness to the LDEQ is evidenced through the Sewerage Service Revenue Bonds, Series 2023.

In 2024, the Board entered into an agreement with the LDEQ whereby the LDEQ has committed to loan the Board $38,948,200 and $5,000,000 to fund the wastewater system. The loans are being advanced in incremental amounts as project costs are incurred. The indebtedness to the LDEQ is evidenced through the Sewerage Service Revenue Bonds, Series 2024A and Series 2024B bonds.

D. Louisiana Department of Health

In 2024, the Board entered into an agreement with the Louisiana Department of Health (LDH) whereby the LDH has committed to loan the Board $86,000,000 to fund the water system. The loan is being advanced in incremental amounts as project costs are incurred. The indebtedness to the LDH is evidenced through the Taxable Water Revenue Bonds, Series 2024A. The principal amount will benefit from the forgiveness of 49% of the total principal amount of such portion as advanced with the remainder to amortize over thirty years.

In 2025, the Board entered into an agreement with the Louisiana Department of Health (LDH) whereby the LDH has committed to loan the Board $4,593,676 to fund the water system. The loan is being advanced in incremental amounts as project costs are incurred. The indebtedness to the LDH is evidenced through the Taxable Water Revenue Bonds, Series 2025. The principal amount will benefit from the forgiveness of 49% of the total principal amount of such portion as advanced with the remainder to amortize over thirty years.

6. Long-Term Obligations (continued)

E. Series 2021 Revenue Refunding Bonds

In 2021, the Board issued $178,195,000 of Taxable Sewerage Service Revenue Refunding Bonds, Series 2021 for the purpose of partially advance refunding the Series 2014 and Series 2015 Sewerage Service Revenue and Refunding Bonds. The bond proceeds and investments, less issuance and insurance costs, were used to refund $70,610,000 of the Series 2014 bonds and $87,290,000 of the Series 2015 bonds, for a total of $157,900,000. The outstanding balance of the defeased bonds at December 31, 2025 and 2024 was $0 and $84,290,000, respectively.

In 2021, the Board issued $194,300,000 of Taxable Water Revenue Refunding Bonds, Series 2021 for the purpose of partially advance refunding the Series 2014 and Series 2015 Water Revenue and Refunding Bonds. The bond proceeds and investments, less issuance and insurance costs, were used to refund $79,425,000 of the Series 2014 bonds and $82,015,000 of the Series 2015 bonds, for a total of $161,440,000. The outstanding balance of the defeased bonds at December 31, 2025 and 2024 was $0 and $81,080,000, respectively.

F. WIFIA Loan

On November 10, 2021, the Board closed on a $275,000,000 revenue debt issue through the Water Infrastructure Financing and Innovation Act (WIFIA) with the U.S. Environment Agency (EPA), a direct borrowing, to fund over 160 projects to modernize aging and storm damaged sewer pipelines throughout the city as part of comprehensive Sewer System Evaluation and Rehabilitation Program. The WIFIA Bond will be due in semi-annual installments of interest and annual payments of principal, with a final maturity date of 35 years following the substantial completion date of the Project. No interest accrues until the Board makes its first drawdown of funds from the WIFIA Bond. The Board has pledged the net revenues of the sewer system as security for the WIFIA Bond for the duration of the bond on parity to its revenue bonds. The Board has also agreed to comply with various covenants, including a rate covenant similar to that of its revenue bonds. The annual requirements to amortize WIFIA loan payable as of December 31, 2025, are as follows:

Year	Principal	Interest	Total
2026	$ -	$ 2,995,973	$ 2,995,973
2027	-	3,067,479	3,067,479
2028	-	3,067,479	3,067,479
2029	-	3,067,479	3,067,479
2030	-	3,067,479	3,067,479
2031-2035	12,419,146	14,931,876	27,351,022
2036-2040	15,088,682	13,642,615	28,731,297
2041-2045	16,564,389	12,179,734	28,744,123
2046-2050	50,140,852	9,411,640	59,552,492
2051-2055	58,215,784	4,474,225	62,690,009
2056-2057	13,380,843	330,061	13,710,904
	$ 165,809,696	$ 70,236,040	$ 236,045,736

The WIFIA payment schedule will continue to change as additional drawdowns on the loan occur.

6. Long-Term Obligations (continued)

G. Debt Service Assistance Loan

In July 2006, the Board and the State of Louisiana (the State) entered into a Cooperative Endeavor Agreement whereby the State agreed to lend up to $77,465,247 from State funds on deposit in the Debt Service Assistance Fund, authorized by the Gulf Opportunity Zone Act of 2005 and Act 41 of the First Extraordinary Session of the Louisiana Legislature of 2006, to assist in payment of debt service requirements from 2006 through 2008 due to disruption of tax bases and revenue streams caused by Hurricanes Katrina and Rita. Drawdowns on the loan were made as debt service payments became due. No principal or interest was payable during the initial five-year period of the loan. After the expiration of the initial five-year period, the loan shall bear interest at a fixed rate of 4.64 percent. Principal payments on the bonds began in July 2012. In July 2019, the Cooperative Endeavor Agreement was amended by the State and the Board to allow annual payments to be made through 2031. In addition, the outstanding loan balances for the Drainage and Water funds of the Board were assumed/transferred to the Sewerage fund.

Upon the amendment, interest is payable semi-annually on January 15 and July 15 beginning July 2020. The loan will mature in January 2031. The loan may be prepaid without penalty or premium.

As of December 31, 2025, debt service requirements relating to the loan is as follows:

Year	Principal	Interest	Total
2026	$ 6,959,745	$ 322,932	$ 7,282,677
2027	3,231,640	739,318	3,970,958
2028	3,231,640	739,318	3,970,958
2029	3,231,640	739,318	3,970,958
2030	3,231,640	739,318	3,970,958
2031	1,610,068	369,659	1,979,727
	$ 21,496,373	$ 3,649,863	$ 25,146,236

H. Southeast Louisiana Project

In 2009, the Coastal Protection and Restoration Authority of Louisiana entered into agreements (SELA PPA and SELA DPA) with the Department of the Army for the Southeast Louisiana, Louisiana Project in Jefferson and Orleans Parishes (the Project). The purpose of the Project is to provide flood damage reduction and interior drainage for Orleans and Jefferson Parishes in southeast Louisiana. The agreements set forth the obligations of the federal government and non-federal sponsors, including the Board, regarding the construction and the operation, maintenance, repair, rehabilitation, and replacement of the Project. For the SELA DPA projects, the federal government is responsible for 65% of the project costs and the non-federal sponsors are responsible for the remaining 35% less credits for work-in-kind contributions and other allowances. For the other SELA projects the federal government is responsible for 100% or 75% of the project costs and the remaining cost is the responsibility of the non-federal sponsor. Project costs are included in the capital assets of the Board.

6. Long-Term Obligations (continued)

H. Southeast Louisiana Project (continued)

Under the agreement, the Department of the Army, subject to the availability of funds appropriated by the Congress of the United States, shall design and construct specified work at 100% federal expense. The Board will be allowed to defer payment of its required non-federal contribution of funds of 35% and to pay said contribution of funds with interest over a period of not more than 30 years from the date of completion of the project or separable element of the project. The interest rate to be used in computing the interest shall be determined by the Secretary of the Treasury, taking into consideration average market yields on outstanding marketable obligations of the United States with remaining periods of maturity comparable to the payment period during the month preceding the Government fiscal year in which the first federal construction contract for such separable element is awarded to the SELA PPA, plus a premium of one-eighth of one percentage point for transaction costs. The amount due, including estimated accrued interest, as of December 31, 2025 and 2024 is $116,392,770 and $226,610,705, respectively.

During the fiscal year ended December 31, 2025, the Board entered into an agreement with the Department of the Army whereby a portion of its outstanding debt was legally forgiven related to both completed basins with a payback period and the not yet completed OP-2 Basin. Under the terms of the agreement, the creditor released the Board from its obligation to repay $109,626,251. The forgiveness was granted as part of an Interest During Construction (IDC) relief agreement along with credits awarded for cost sharing in order to provide additional resources for continued recovery after Hurricane Katrina.

The Project consists of 16 contracts, grouped in 5 basins. Project completion date, payment start date, as well as interest rate for each basin are as follows:

Basin	Completion Date	Payment Start Date	Interest Rate
OP-2	2028 (Est.)	2028 (Est.)	3.75% (Est.)
OP-3	2020	2021	3.75%
OP-4	2020	2021	3.75%
OP-5	2020	2021	3.75%
OP-6	2020	2021	3.75%

The final amount due for OP-2 will be determined by the Department of Army upon project completion.

As of December 31, 2025, projected debt service requirements relating to the total amount due are as follows:

Year	Principal	Interest	Total
2026	$ 613,877	$ 927,056	$ 1,540,933
2027	636,897	904,036	1,540,933
2028	660,781	880,152	1,540,933
2029	685,560	855,373	1,540,933
2030	711,268	829,664	1,540,932
2031-2035	3,977,005	3,727,658	7,704,663
2036-2040	4,780,757	2,923,906	7,704,663
2041-2045	5,746,947	1,957,716	7,704,663
2046-2050	6,908,405	796,254	7,704,659
	$ 24,721,497	$ 13,801,815	$ 38,523,312
	91,671,273	OP-2 Basin not yet completed	
	$ 116,392,770	Southeast Louisiana Project Liability	

6. Long-Term Obligations (continued)

I. Lessee Leases and SBITA

The Board entered into a subscription-based information technology arrangement (SBITA) involving utility customer portal software. The Board has recorded a subscription asset and liability for future payments. At December 31, 2025 and 2024 the Board’s subscription asset is recorded at costs of $2,233,284, less accumulated depreciation of $221,798 and $35,282 at December 31, 2025 and 2024, respectively. The net book value of the SBITA asset is $2,011,486 and $2,198,002 at December 31, 2025 and 2024, respectively. A one-time implementation fee of $265,267 was capitalized as part of the subscription asset. The subscription liability, recorded at present value using a discount rate of 3.49% is $1,751,042 and $1,937,558 as of December 31, 2025 and 2024, respectively.

The Board leases fleet vehicles to conduct utility activities under a master lease agreement, which includes required monthly payments and has standard terms of 5 years with varying expiration dates. A liability has been recorded for the present value of lease payments over the lease terms. As of December 31, 2025 and 2024, the lease liability was $1,804,879 and $1,425,678, respectively. Discount rates between 7.42% and 8.69% were used to determine the present value of the lease payments. The recorded value of the right-of-use asset for leased vehicles was $2,201,736 offset by accumulated amortization of $465,004 at December 31, 2025 and $1,507,408 offset by accumulated amortization of $100,036 at December 31, 2024.

	Leases		SBITA		Total	
Total	Principal	Interest	Principal	Interest	Principal	Interest
2026	$ 400,717	$ 127,165	$ 193,130	$ 58,042	$ 593,847	$ 185,207
2027	433,941	93,940	199,980	51,192	633,921	145,132
2028	469,927	57,954	207,072	44,100	676,999	102,054
2029	388,704	20,376	214,415	36,757	603,119	57,133
2030	111,590	2,754	222,022	29,153	333,612	31,907
2031-2034	-	-	714,423	39,090	714,423	39,090
	$ 1,804,879	$ 302,189	$ 1,751,042	$ 258,334	$ 3,555,921	$ 560,523

7. Defined Benefit Pension Plan

A. Plan Descriptions

The Board has a single-employer contributory retirement plan covering all full-time employees, the Pension Trust Fund (PTF). The Board's payroll for current employees covered by the PTF for the years ended December 31, 2025 and 2024 was $78,171,565 and $76,637,591, respectively; such amounts exclude overtime and standby payroll. As of the most recent valuation date (December 31, 2025), the PTF membership consisted of:

Inactive employees or beneficiaries currently receiving benefits	941
Inactive employees entitled to but not yet receiving benefits	395
Active Employees	1,162
Total	2,498

Benefits Provided

The benefit provisions were established by action of the Board in 1956 in accordance with LRS. The Board retains exclusive control over the plan through the Pension Committee of the Board. Effective January 1, 1996, the plan became qualified under Internal Revenue Code Section 401(a) and thus is tax exempt.

7. Defined Benefit Pension Plan (continued)

A. Plan Descriptions (continued)

The plan provides for retirement benefits as well as death and disability benefits. All benefits vest after five years of service. Employees who retire at or after age 65 with five or more years of credited service are entitled to an annual retirement benefit, payable biweekly for life, in an amount equal to two and one-half percent of their average compensation for each year of credited service not to exceed twenty five years, increasing by four percent per year for service years in excess of twenty five years, but in no event the annual retirement benefit should exceed one hundred percent (100%) of employee's average compensation. Average compensation is the average annual earned compensation for the period of 36 successive months of service during which the employee's compensation was the highest. Employees with thirty years or more of credited service may retire without a reduction in benefits. Employees may retire prior to age 62 without 30 years of service with a reduction in benefits of three percent for each year of age below the age of 62. If an employee leaves covered employment or dies before three years of credited service, the accumulated employee contributions plus related investment earnings are refunded to the employee or designated beneficiary.

The retirement benefit for retirees over age 65 is subject to a cost-of-living adjustment each January 1, provided that the member retired on or after January 1, 1984. The adjustment is based on the increase in the Consumer Price Index for all urban wage earners published by the U.S. Department of Labor but is limited to an annual maximum of two percent on the first $10,000 of initial retirement benefits.

Effective September 23, 1993, employers may transfer credit between the Board's plan and the City of New Orleans' retirement system with full credit for vested service. The Board and its employees are obligated under plan provisions to make all required contributions to the plan. The required contributions are actuarially determined. Level percentage of payroll employer contribution rates is determined using the entry age normal actuarial funding method.

Deferred Retirement Option Program (DROP)

Beginning in 1996, the Board offered employees a "Deferred Retirement Option Plan" (DROP), an optional retirement program which allows an employee to elect to freeze his or her retirement benefits but continue to work and draw a salary for a minimum period of one year to a maximum period of five years. While continuing employment, the retirement benefits are segregated from overall plan assets available to other participants. As of December 31, 2025 and 2024, 91 and 63 employees, respectively, participated in the plan. The amount of plan assets segregated for these individuals was $7,272,722 and $6,150,444 as of December 31, 2025 and 2024, respectively.

B. Funding Policy

The actuary determined contribution requirement for the Board was 18.288% and 20.816% for 2025 and 2024, respectively. The contribution requirement for employees for the years ended December 31, 2025 and 2024 was 6.0%. The actual Board's and employees' contributions for the years ended December 31 were as follows:

7. Defined Benefit Pension Plan (continued)

B. Funding Policy (continued)

	2025	2024
Employer	$ 12,205,829	$ 12,827,921
Employee	3,942,572	3,746,864
Total contributions	$ 16,148,401	$ 16,574,785

C. Net Pension Liability

The Board's net pension liability was measured as of December 31, 2025 and 2024. The total pension liability used to calculate the net pension liability was determined as of that date based on an actuarial valuation.

D. Actuarial Assumptions

	2025	2024
Investment rate of return	7.00%	7.00%
Inflation	2.50%	2.50%
Salary increases including inflation	3% to 12.50%	3% to 12.50%

For 2025 and 2024, mortality rates were based on the PubG-2016 mortality tables, with male rates multiplied by 121% and female rates multiplied by 119%. Mortality was projected generationally using Scale MP-2021, with male projection factors multiplied by 91% and female projection factors multiplied by 82%.

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 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 an asset allocation percentage which is based on the nature and mix of current and expected plan investments and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Pension Trust Fund's current and expected asset allocation as of December 31, 2025 and 2024 are summarized in the following table:

Asset Class	Long-Term Expected Real Rate of Return
US Large Cap Equities	6.50%
US Mid Cap Equities	7.75%
US Small Cap Equities	6.25%
Non-US Large Cap Equities	4.00%
Non-US Small Cap Equities	5.00%
Emerging Market Equitiies	4.00%
Broad Fixed Income	2.00%
Private Equity	10.25%
Global Infrastructure	4.00%
Real Estate	4.75%

7. Defined Benefit Pension Plan (continued)

D. Actuarial Assumptions (continued)

Discount Rate

The discount rate used to measure the total pension liability was 7% for the 2025 and 2024 plan years. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that the plan's contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension trust fund'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.

Investment Rate of Return

The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. For the years ended December 31, 2025 and 2024, the annual money-weighted rates of return (loss) on pension plan investments, net of pension plan investment expenses, were 13.54% and 16.96% respectively.

Sensitivity of the Net Pension Liability to Change in the Discount Rate

The following presents the net pension liability of the Board as of December 31, 2025 and 2024, calculated using the discount rate of 7%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current rate.

	1% Decrease 6%	Current Discount Rate 7%	1% Increase 8%
December 31, 2025			
Total pension liability	$ 396,050,028	$ 374,833,250	$ 341,776,181
Fiduciary net position	293,140,307	293,140,307	293,140,307
Net pension liability	102,909,721	81,692,943	48,635,874
December 31, 2024			
Total pension liability	$ 406,832,156	$ 368,001,671	$ 335,268,594
Fiduciary net position	267,027,955	267,027,955	267,027,955
Net pension liability	139,804,201	100,973,716	68,240,639

7. Defined Benefit Pension Plan (continued)

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

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2024	$ 368,001,671	$ 267,027,955	$ 100,973,716
Changes for the year:			
Service cost	6,547,481	-	6,547,481
Interest	25,285,934	-	25,285,934
Difference between expected and actual experience	844,882	-	844,882
Changes of assumptions	(559,736)	-	(559,736)
Contributions – employer	-	12,205,829	(12,205,829)
Contributions – employee	-	3,942,572	(3,942,572)
Net investment income (loss)	-	35,250,933	(35,250,933)
Benefit payments, including refunds of employee contributions	(26,643,040)	(26,643,040)	-
Other	1,356,058	1,356,058	-
Net changes	6,831,579	26,112,352	(19,280,773)
Balances at December 31, 2025	$ 374,833,250	$ 293,140,307	$ 81,692,943

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2023	$ 363,399,484	$ 236,447,698	$ 126,951,786
Changes for the year:			
Service cost	6,465,555	-	6,465,555
Interest	24,965,672	-	24,965,672
Difference between expected			-
and actual experience	3,264,165	-	3,264,165
Changes of assumptions	(5,201,599)	-	(5,201,599)
Contributions – employer	-	12,827,921	(12,827,921)
Contributions – employee	-	3,746,864	(3,746,864)
Net investment income (loss)	-	38,897,078	(38,897,078)
Benefit payments, including refunds of employee contributions	(26,425,172)	(26,425,172)	-
Other	1,533,566	1,533,566	-
Net changes	4,602,187	30,580,257	(25,978,070)
Balances at December 31, 2024	$ 368,001,671	$ 267,027,955	$ 100,973,716

7. Defined Benefit Pension Plan (continued)

E. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The PTF Fiduciary Net Position as a percentage of Total Pension Liability was 78% and 73% as of December 31, 2025 and 2024, respectively.

For the years ended December 31, 2025 and 2024, the Board recognized a pension expense of $9,751,405 and $13,770,975, respectively, in payroll-related expense on the Statements of Revenues, Expenses, and Changes in Net Position.

On December 31, 2025 and 2024, the Board recorded Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
December 31, 2025		
Differences between expected and actual experience	$ 2,807,517	$ -
Changes of assumptions	-	3,020,601
Net difference between projected and actual earnings on pension plan investments	-	18,925,191
Total	$ 2,807,517	$ 21,945,792
December 31, 2024		
Differences between expected and actual experience	$ 5,631,411	$ -
Changes of assumptions	-	3,901,200
Net difference between projected and actual earnings on pension plan investments	-	4,095,165
Total	$ 5,631,411	$ 7,996,365

Amounts recorded as Deferred Outflows of Resources and Deferred Inflows of Resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31	Amount
2026	$ 2,052,261
2027	(9,982,924)
2028	(7,831,845)
2029	(3,375,767)
	$ (19,138,275)

F. The Board's Pension Plan Fiduciary Net Position

A separate report on the pension trust fund is not issued.

8. Other Post-Employment Benefits

Plan Description – The Board's post-employment benefit plan is a single-employer defined benefit plan. The Board's post-employment medical benefits for retirees are provided through a self-insured medical plan and are made available to employees upon actual retirement.

Participation – All active Employees as defined in the Rules and Regulations of the Employees' Retirement System of the Board, which is generally an employee who regularly works more than 17.5 hours per week, are eligible to participate in the plan.

Employees covered by benefit terms – As of the most recent valuation date (December 31, 2025), the following employees were covered by the benefit terms:

	2025	2024
Inactive employees or beneficiaries currently receiving benefit payments	649	646
Active employees	1,253	1,286
	1,902	1,913

Total OPEB Liability

The Board's total OPEB liability of $243,540,039 and $224,269,801 was measured as of December 31, 2025 and 2024, respectively, and was determined by an actuarial valuation as of December 31 of each year.

Actuarial Assumptions and other inputs – The total OPEB liability in the December 31, 2025 and 2024 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary increases	3.00% to 12.50%
Healthcare cost trend rates	2025 - 7.50% for 2027 decreasing 0.60% per year to an ultimate rate of 4.50% for FY32 and later years 2024 - 7.50% for 2026 decreasing 0.60% per year to an ultimate rate of 4.50% for FY31 and later years
Mortality	2025 - PubG-2016 mortality table multiplied by 121% for males and 119% for females, projected from the 2016 base year generationally using Scale MP-2021 mortality improvement rates multiplied by 91% for males and 82% for females 2024 - PubG-2010 mortality table multiplied by 121% for males and 119% for females, projected generationally using Scale MP-2021 mortality improvement rates multiplied by 91% for males and 82% for females
Participation	100%

8. Other Post-Employment Benefits (continued)

Total OPEB Liability (continued)

The discount rate used to measure the total OPEB liability as of December 31, 2025 and 2024 was 4.83% and 4.08%, respectively.

The source of the municipal bond rate is the Bond Buyer Index of general obligation bonds with 20 years to maturity and mixed credit quality. The bonds' average credit quality is roughly equivalent to Moody's Investors Service's Aa2 rating and Standard & Poor's Corp.'s AA.

Changes in the Total OPEB Liability for 2025 and 2024:

Balance at December 31, 2024	$ 224,269,801
Changes for the year:	
Service cost	7,609,871
Interest	9,277,787
Differences between expected and actual experience	919,811
Changes of assumptions or other inputs	10,428,636
Benefits payments (employer)	(8,965,867)
Net changes	19,270,238
Balance at December 31, 2025	$ 243,540,039

Balance at December 31, 2023	$ 241,966,938
Changes for the year:	
Service cost	9,772,365
Interest	8,069,876
Differences between expected and actual experience	(6,953,445)
Changes of assumptions or other inputs	(20,191,771)
Benefits payments (employer)	(8,394,162)
Net changes	(17,697,137)
Balance at December 31, 2024	$ 224,269,801

8. <u>Other Post-Employment Benefits (continued)</u>

Sensitivity of the total OPEB liability to changes in the discount rate – The following presents the total OPEB liability of the Board, as well as what the Board's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate at December 31, 2025 and 2024:

December 31, 2025	1% Decrease (3.83%)	Current Discount Rate (4.83%)	1% Increase (5.83%)
Total OPEB liability	$ 281,051,926	$ 243,540,039	$ 213,280,596

December 31, 2024	1% Decrease (3.08%)	Current Discount Rate (4.08%)	1% Increase (5.08%)
Total OPEB liability	$ 260,705,311	$ 224,269,801	$ 195,116,094

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates – The following presents the total OPEB liability of the Board, as well as what the Board's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare trend rates at December 31, 2025 and 2024:

December 31, 2025	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Total OPEB liability	$ 212,275,745	$ 243,540,039	$ 282,456,104

December 31, 2024	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Total OPEB liability	$ 194,091,915	$ 224,269,801	$ 262,170,961

8. Other Post-Employment Benefits (continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the years ended December 31, 2025 and 2024, the Board recognized OPEB expense of $11,055,061 and $9,678,160, respectively. At December 31, 2025 and 2024, the Board reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows	Deferred Inflows
December 31, 2025		
Changes of assumptions or other inputs	$ 735,849	$ 4,962,904
Differences between expected and actual experience	19,020,415	12,115,066
Total	$ 19,756,264	$ 17,077,970
December 31, 2024		
Changes of assumptions or other inputs	$ 22,793,861	$ 28,102,272
Differences between expected and actual experience	-	9,256,138
Total	$ 22,793,861	$ 37,358,410

Amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

2026	$ 6,727,315
2027	(3,159,354)
2028	(3,159,354)
2029	2,269,687
Total	$ 2,678,294

9. Commitments

A. Capital Improvements

At December 31, 2025, the Board's budget for its ten-year capital improvements program totaled approximately $2.7 billion, which includes $360 million in capital expenditures for the year ending December 31, 2026 and provides for the following activities:

- Water Quality master Plan treatment plant upgrades Phase 1;
- Launch Lead Service Line Replacement Program which requires full replacement of lead services lines by 2037;
- Continue Joint Infrastructure Recovery Road in conjunction with City of New Orleans Department of Public Works;
- Participate in drainage system improvements in coordination with SELA Program;
- Wastewater treatment plants upgrades

As of December 31, 2025, the Board has entered into construction contracts totaling $371.4 Million, of which $56.6 million is still outstanding.

9. Commitments (continued)

A. Capital Improvements (continued)

Due to aging infrastructure and certain regulatory and legislative changes, additional capital improvements will be required. Future capital improvement program expenditures may require the issuance of additional debt depending on the amount and timing of expenditures to the extent capacity is available if external funding sources are not identified. As of December 31, 2025, the Board has $67,715,937 of cash and cash equivalents restricted for future capital projects.

B. Self-insurance

The Board is self-insured for general liability, workers' compensation, and hospitalization benefits and claims. The Board has individual stop loss (ISL) insurance coverage that provides reimbursement in the event an individual employee has medical claims that exceed the ISL level during a contract period which was $400,000 for 2025. Settled claims have not exceeded this excess coverage in any of the past three fiscal years. Hospitalization benefits are charged to payroll related expense.

General liability claims are segregated internally depending on the scope and type of claim and are handled either by the Office of the Special Counsel or Administrative Services. Individual general liability losses have ranged from $100 to $7,500,000, illustrating the volatility of this exposure. The claims expense provision for 2025 and 2024 amounted to $(5,690,467) and $12,241,845, respectively.

Worker's compensation expense provision for 2025 and 2024 amounted to $1,980,029 and $2,070,687, respectively.

The medical claims for the Board's self-insured health plan are administered by a third-party administrator. The Board's expense provision in excess of employee contributions for 2025 and 2024 was $8,563,545 and $5,735,024, respectively, and is included in payroll-related expenses.

Changes in the claims payable amount are as follows (health payments are reflected net of contributions):

	2025	2024
Beginning of Year	$ 59,691,060	$ 48,857,365
Current Year Claims and Estimate Change	7,853,108	20,047,557
Claim Payments	(10,248,014)	(9,213,862)
End of Year	$ 57,296,154	$ 59,691,060

9. Commitments (continued)

B. Self-insurance (continued)

The composition of claims payable is as follows:

	2025	2024
Short-term:		
Workers' compensation	$ 1,002,699	$ 1,007,256
Health insurance	2,962,033	2,598,000
General liability	3,000,000	-
Total short-term	6,964,732	3,605,256
Long-term:		
Workers' compensation	9,771	64,770
General liability	50,321,651	56,021,034
Total long-term	50,331,422	56,085,804
Total	$ 57,296,154	$ 59,691,060

C. Regulatory Matters

The Sewer System Evaluation and Rehabilitation Program (SSERP) was initially estimated to cost the Board $408.2 million by the original Consent Decree with an end date of 2015. However, the Board negotiated with U.S. Environmental Protection Agency (EPA) extensions beyond the original Consent Decree deadline. Consequently, the original Consent Decree was modified to provide an end date of October 2025 which was achieved by the Board with completion of 100% of the required underground utilities construction by this date.

The Board participates in a number of federal programs which are governed by various rules and regulations. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the Board has not complied with the rules and regulations governing the grants, refunds of any money received and the collectability of any related receivable as of December 31, 2025 might be impaired.

In management’s opinion, there are no significant contingent liabilities relating to compliance with the rules and regulations governing state and federal grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies. Audits of prior years have not resulted in any significant disallowed costs or refunds. Any costs that would be disallowed would be recognized in the period agreed upon by the grantor agency and the Board.

10. Deferred Compensation Plan

The Board offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. This plan, available to all employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property, and rights purchased with those amounts, and all income attributable to those amounts, property or rights are held in trust for the employees, therefore the assets of the plan are not included in these financial statements.

11. Budgets

Operating and capital expenditure budgets are adopted by the Board on a basis consistent with accounting principles generally accepted in the United States. While not legally required, this budgetary information is employed as a management control device during the year. Comparison between actual and budgeted expenses is not a required presentation for an Enterprise Fund.

12. Property Taxes

Property taxes are levied by the City. Taxes on real and personal property attach as an enforceable lien on the property as of January 1. Taxes are levied on January 1, payable on January 1, and delinquent on February 28 for 2026.

The assessed value of the property is determined by an elected Assessor. The assessed value for 2025 and 2024 was $5,645,182,210 and $5,600,180,680, respectively. The combined tax rate dedicated for the Board for the years ended December 31, 2025 and 2024 was $14.26, per $1,000 of assessed valuation. These dedicated funds are available for operations, maintenance, construction, and extension of the drainage system.

13. Tax Abatement Agreement

The local government is subject to certain property tax abatements granted by the Louisiana State Board of Commerce and Industry (the "State Board"), a state entity governed by board members representing major economic groups and gubernatorial appointees. Abatements to which the government may be subject include those issued for property taxes under the Restoration Tax Abatement Program (RTAP).

Under the RTAP, as authorized by Article 7, Section 21(H) of the Louisiana Constitution and LRS 47:4311, companies that expand, restore, improve, or develop an existing structure or structures in a downtown, historic, or economic development district can apply to the State Board and the local governing authority for a property tax exemption. The exemptions are granted for a 5-year term and are renewable for an additional 5-year term upon the approval of the State Board and the local governing authority. The property tax abatements have resulted in reductions of property taxes, which the tax assessor administers as a temporary reduction in the assessed value of the property involved. The abatement agreements stipulate a percentage reduction of property taxes, which can be as much as 100 percent. The local government may recapture abated taxes if a company fails to expand facilities or otherwise fail to fulfill its commitments under the agreement.

The City Council of the City of New Orleans approved tax abatement projects of which $566,469 and $649,098 was for the Board for the years ended December 31, 2025 and 2024, respectively.

14. Segment Information

The Board issued revenue bonds to finance its water and sewerage departments which operate the Board's water and sewerage treatment plants and distribution and collection systems. These bonds are accounted for in separate water and sewer funds, as investors in the revenue bonds rely solely on the revenue generated by the individual activities for repayment.

Summary financial information for these departments as of and for the years ended December 31 is as follows:

Condensed Statements of Net Position

	Water		Sewer	
	2025	2024	2025	2024
Assets:				
Current unrestricted assets	$ 74,857,626	$ 94,920,398	$ 83,466,222	$ 98,607,904
Restricted assets	29,669,269	17,057,728	35,688,451	30,863,554
Other assets	14,698,647	15,085,549	17,965	17,965
Property, plant and equipment	1,060,432,608	1,006,035,972	1,532,655,654	1,398,240,665
Total assets	1,179,658,150	1,133,099,647	1,651,828,292	1,527,730,088
Deferred outflows of resources:	23,949,719	26,724,972	19,362,156	21,951,203
Total assets and deferred outflows	$ 1,203,607,869	$ 1,159,824,619	$ 1,671,190,448	$ 1,549,681,291
Liabilities:				
Current	$ 93,658,743	$ 86,606,641	$ 72,200,987	$ 75,659,065
Current liabilities payable from restricted assets	8,065,010	7,821,972	11,737,705	11,336,828
Noncurrent liabilities	321,081,944	329,113,996	575,704,030	491,021,978
Total liabilities	422,805,697	423,542,609	659,642,722	578,017,871
Deferred inflows of resources:	13,007,920	15,118,258	13,007,922	15,118,259
Net position:				
Net investment in capital assets	800,404,287	763,500,760	1,045,607,314	1,018,511,384
Restricted	8,555,380	8,543,385	26,541,103	19,256,765
Unrestricted (deficit)	(41,165,415)	(50,880,393)	(73,608,613)	(81,222,988)
Total net position	767,794,252	721,163,752	998,539,804	956,545,161
Total liabilities, deferred inflows, and net position	$ 1,203,607,869	$ 1,159,824,619	$ 1,671,190,448	$ 1,549,681,291

14. Segment Information (continued)

Condensed Statements of Revenues, Expenses, and Changes in Net Position

	Water		Sewer	
	2025	2024	2025	2024
Service charges, pledged against bonds	$ 142,709,576	$ 117,384,096	$ 152,683,268	$ 153,937,195
Depreciation and amortization expense	(27,986,905)	(16,619,829)	(12,441,124)	(21,919,390)
Other operating expenses	(94,453,566)	(98,790,437)	(103,604,118)	(102,763,955)
Operating income	20,269,105	1,973,830	36,638,026	29,253,850
Nonoperating revenues (expenses):				
Contributions from other governments	7,673,016	10,512,279	9,908,759	5,425,500
Investment earnings	1,329,160	1,847,405	2,245,799	2,537,190
Other	1,519,677	(3,684)	2,378,494	52,491
Interest expense	(6,225,250)	(5,364,446)	(10,648,842)	(8,155,926)
Total nonoperating revenues (expenses)	4,296,603	6,991,554	3,884,210	(140,745)
Capital contributions, net of provisions	22,064,792	37,636,795	1,472,407	(391,602)
Change in net position	46,630,500	46,602,179	41,994,643	28,721,503
Beginning net position	721,163,752	674,561,573	956,545,161	927,823,658
Ending net position	$ 767,794,252	$ 721,163,752	$ 998,539,804	$ 956,545,161

Condensed Statements of Cash Flows

	Water		Sewer	
	2025	2024	2025	2024
Net cash provided by (used in):				
Operating activities	$ 60,066,461	$ 27,237,469	$ 21,796,984	$ 73,041,310
Noncapital financing activities	9,192,693	10,776,670	12,287,253	5,731,813
Capital and related financing activities	(74,790,878)	(66,286,971)	(55,502,766)	(93,731,953)
Investing activities	1,192,875	1,707,269	1,268,252	1,554,354
Net increase (decrease)	(4,338,849)	(26,565,563)	(20,150,277)	(13,404,476)
Cash and cash equivalents:				
Beginning of year	60,745,294	87,310,857	104,760,614	118,165,090
End of year	$ 56,406,445	$ 60,745,294	$ 84,610,337	$ 104,760,614

15. Recent Accounting Pronouncements

GASB Statement No. 102, *Certain Risk Disclosures,* is effective January 1, 2025. This Statement establishes new note disclosure requirements for certain risks arising from concentrations and constraints that could affect a government's financial position.

Under GASB 102, the Board is required to disclose information about concentrations and constraints that are known to management, make the Board vulnerable to the risk of a substantial impact, and are associated with events that have occurred or are reasonably expected to occur prior to the issuance of the financial statements. Concentrations generally relate to a lack of diversity in significant inflows or outflows of resources, while constraints relate to limitations imposed on the Board by external parties or governing authorities that restrict its ability to generate resources or control spending.

The adoption of GASB 102 did not result in a change to beginning net position. The Board evaluated its exposure to concentrations and constraints and has included applicable disclosures within these financial statements, as required.

16. Revenue Bonds Debt Service Coverage (Unaudited)

Each of the General Bond Resolutions governing the Series 2014, 2015, 2020, and 2021 Bonds have certain covenant requirements regarding net revenue available for debt service. The Board is in compliance with these particular covenants for the year ended December 31, 2025, as provided for in the respective General Bond Resolutions.

17. Subsequent Events

The 2026 Regular Legislative Session passed House Bill 1243 which alters the existing state laws which govern the Board and is supported by the City of New Orleans and State legislators. House Bill 1243 provides relative to board composition, powers and duties, and operational policies of the Sewerage and Water Board of New Orleans. Under the bill the Sewerage and Water Board continues as the public water system, the public sewerage system, and the public drainage system as a state entity separate and apart from the City of New Orleans. However, the bill provides that the composition of the board of directors may be set forth in the home rule charter for the City of New Orleans. Further the bill provides that the New Orleans City Council may, by ordinance, prescribe rules and regulations governing the appointment, terms, and service of board members as well as the operational activities of the Sewerage and Water Board. HB 1243 prohibits the New Orleans City Council from impairing existing obligations of the Sewerage and Water Board and daily operations are not expected to be modified by any future impacts which may arise when additional city ordinances are passed in a public process by the New Orleans City Council.

On June 1, 2026, the Mayor of City of New Orleans issued Executive Order HM 26-04A establishing the Public Utility Modernization Process Subgroup (PUMPS), a standing working group under the Infrastructure Coordinating Council (ICC) that will help guide the City’s review and implementation of proposed reforms to the Sewerage and Water Board. The executive order comes after legislation providing the New Orleans City Council with expanded authority over the Sewerage and Water Board, was overwhelmingly approved by the Louisiana Legislature. Under the executive order, PUMPS will assist the Mayor, ICC, and City Council in evaluating governance reforms, operational oversight, fiscal impacts, infrastructure coordination, and long-term modernization strategies for the Sewerage and Water Board. In the near term, PUMPS will make recommendations concerning governance, oversight and transition issues associated to House Bill 1243.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
Schedules of Net Pension Liability, Employer Contributions, and Investment Returns
For the 10 years ended December 31, 2025

SCHEDULE OF NET PENSION LIABILITY

Actuarial Valuation Date December 31	Total Pension Liability	Plan Fiduciary Net Position	Employer's Net Pension Liability	Plan Fiduciary Net Position as a % of Total Pension Liability	Covered Payroll	Net Pension Liability as a Percentage of Payroll
2025	$ 374,833,250	$ 293,140,307	$ 81,692,943	78.21%	$ 78,171,565	104.50%
2024	368,001,671	267,027,955	100,973,716	72.56%	76,637,591	131.75%
2023	363,399,484	236,447,698	126,951,786	65.07%	67,962,221	186.80%
2022	356,975,942	223,360,220	133,615,722	62.57%	62,430,620	214.02%
2021	350,483,713	274,480,177	76,003,536	78.31%	57,531,267	132.11%
2020	345,916,129	248,401,024	97,515,105	71.81%	54,856,389	177.76%
2019	344,719,120	239,677,702	105,041,418	69.53%	53,213,682	197.40%
2018	339,153,248	215,279,783	123,873,465	63.48%	50,679,697	244.42%
2017	318,218,035	235,284,317	82,933,718	73.94%	41,822,648	198.30%
2016	305,105,919	224,356,261	80,749,658	73.53%	35,363,156	228.34%

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Year Ended	Actuarially Determined Contribution	Contributions in Relation to the Actuarial Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll Contribution	Contributions as a % of Covered Payroll
2025	$ 11,746,661	$ 12,205,829	$ (459,168)	$ 78,171,565	15.61%
2024	12,089,948	12,827,921	(737,973)	76,637,591	16.74%
2023	11,207,172	12,086,710	(879,538)	67,962,221	17.78%
2022	10,578,958	10,914,917	(335,959)	62,430,620	17.48%
2021	10,614,595	9,861,935	752,660	57,531,267	17.14%
2020	10,263,698	10,392,532	(128,834)	54,856,389	18.94%
2019	10,156,701	10,466,009	(309,308)	53,213,682	19.67%
2018	8,435,598	8,419,441	16,157	50,679,697	16.61%
2017	10,545,867	7,239,467	3,306,400	41,822,648	17.31%
2016	11,024,398	6,407,201	4,617,197	35,363,156	18.12%

Note to schedules:
Valuation Date: January 1 of fiscal year
Actuarially determined contribution rates are calculated as of January 1, which is the most recent valuation date prior to the end of the fiscal year in which contributions are reported.

Actuarial cost method	Normal entry age
Amortization method	Level dollar, layered closed periods
Remaining amortization period	Layered amortization with 27 years remaining on unfunded accrued liability at date of transition to funding method
Asset valuation method	7-year smoothed fair value
Inflation	2.50%
Salary increases	3.00% to 12.50%, including inflation
Investment rate of return	7.00%, net of pension plan investment expense, including inflation
Retirement age	Rates that vary by age and service
Mortality	Amount-weighted General Tables (i.e., PubG-2016 multiplied by 121% for males and 119% for females projected generationally using Scale MP-2019 mortality improvement rates with the male projection factors multiplied by 91% and female projection factors multiplied by 82%)

SCHEDULE OF INVESTMENT RETURNS

Year Ended	Net Money-Weighted Rate of Return
2025	13.54%
2024	16.96%
2023	10.98%
2022	-14.41%
2021	14.96%
2020	9.67%
2019	15.97%
2018	-3.31%
2017	10.52%
2016	5.42%

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
Schedule of Changes in Total Net Pension Liability and Related Ratios
For the 10 years ended December 31, 2025

SCHEDULE OF CHANGES IN NET PENSION LIABILITY

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Total Pension Liability										
Service cost	$ 6,547,481	$ 6,465,555	$ 5,828,830	$ 5,311,264	$ 5,396,701	$ 5,149,327	$ 4,812,453	$ 4,354,989	$ 3,797,316	$ 3,030,912
Interest on total pension liability	25,285,934	24,965,672	24,437,848	23,940,992	23,747,666	23,570,547	23,277,459	21,763,800	21,357,414	20,957,657
Effect of economic/demographic gains or (losses)	844,882	3,264,165	2,167,101	4,072,398	(942,832)	(8,492,559)	-	(5,689,086)	9,734,775	834,712
Effect of assumption changes or inputs	(559,736)	(5,201,599)	-	-	-	6,514,569	-	23,596,233	-	-
Benefit payments	(26,643,040)	(26,425,172)	(27,385,310)	(27,561,617)	(24,120,913)	(26,292,694)	(22,861,142)	(23,323,178)	(21,777,389)	(19,112,455)
Other	1,356,058	1,533,566	1,375,073	729,192	486,962	747,818	337,103	232,455	-	-
Net change in total pension liability	6,831,579	4,602,187	6,423,542	6,492,229	4,567,584	1,197,008	5,565,873	20,935,213	13,112,116	5,710,826
Total pension liability, beginning	368,001,671	363,399,484	356,975,942	350,483,713	345,916,129	344,719,121	339,153,248	318,218,035	305,105,919	299,395,093
Total pension liability, ending (a)	374,833,250	368,001,671	363,399,484	356,975,942	350,483,713	345,916,129	344,719,121	339,153,248	318,218,035	305,105,919
Plan Fiduciary Net Position										
Employer contributions	12,205,829	12,827,921	12,086,710	10,914,917	9,861,935	10,392,532	10,466,009	8,419,441	7,239,467	6,407,201
Employee contributions	3,942,572	3,746,864	3,410,160	3,486,071	2,979,077	3,015,231	2,793,158	2,535,027	2,139,705	2,063,122
Investment income (loss), net of investment expenses	35,250,933	38,897,078	23,600,845	(38,688,520)	36,872,091	20,860,435	33,662,791	(7,868,279)	23,326,273	12,570,866
Benefit payments	(26,643,040)	(26,425,172)	(27,385,310)	(27,561,617)	(24,120,913)	(26,292,694)	(22,861,142)	(23,323,178)	(21,777,389)	(19,112,455)
Other	1,356,058	1,533,566	1,375,073	729,192	486,963	747,818	337,103	232,455	-	-
Net change in plan fiduciary net position	26,112,352	30,580,257	13,087,478	(51,119,957)	26,079,153	8,723,322	24,397,919	(20,004,534)	10,928,056	1,928,734
Plan fiduciary net position, beginning	267,027,955	236,447,698	223,360,220	274,480,177	248,401,024	239,677,702	215,279,783	235,284,317	224,356,261	222,427,527
Plan fiduciary net position, ending (b)	$ 293,140,307	$ 267,027,955	$ 236,447,698	$ 223,360,220	$ 274,480,177	$ 248,401,024	$ 239,677,702	$ 215,279,783	$ 235,284,317	$ 224,356,261
Board's net pension liability, ending = (a) - (b)	$ 81,692,943	$ 100,973,716	$ 126,951,786	$ 133,615,722	$ 76,003,536	$ 97,515,105	$ 105,041,419	$ 123,873,465	$ 82,933,718	$ 80,749,658
Plan fiduciary net position as a % of total pension liability	78.21%	72.56%	65.07%	62.57%	78.31%	71.81%	69.53%	63.48%	73.94%	73.53%
Covered payroll	$ 78,171,565	$ 76,637,591	$ 67,962,221	$ 62,430,620	$ 57,531,267	$ 54,856,389	$ 53,213,682	$ 50,679,697	$ 41,822,648	$ 35,363,156
Board's net pension liability as a % of covered payroll	104.50%	131.75%	186.80%	214.02%	132.11%	177.76%	197.40%	244.42%	198.30%	228.34%

Notes to Schedules:
1. This schedule is prepared using the optional format of combining the required schedules in Paragraph Nos. 46.a. and 46.b. of GASB No. 68. Amounts recognized in the fiscal year represent changes between the current and prior measurement dates.
2. Information is presented using a December 31, 2025 measurement date as permitted under Paragraph No. 20 of GASB No. 68.
3. Several demographic and economic assumptions were updated to reflect recommended assumptions from an Actuarial Experience Study which were adopted by the Board of Trustees at their meeting on December 21, 2024.
4. Several demographic and economic assumptions were updated to reflect recommended assumptions from an Actuarial Experience Study which were adopted by the Board of Trustees at their meeting on December 21, 2020.
5. Assumed retirement age updated and mortality updated to gender distinct 1994 Uninsured Pensioner (UP-94) mortality table, projected to 2002 using Scale AA.
6. City annuity and other transfers in; prior to 2018, these amounts were combined with “Benefit payments, including refunds of employee contributions”.
7. Total compensation (not just pensionable compensation, if different) based on census used in the valuation per Q/A No. 106 of the Guide to Implementation of GASB Statement 68.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
Schedule of Changes in Total Net Pension Liability and Related Ratios
For the 10 years ended December 31, 2025

SCHEDULE OF CHANGES IN NET PENSION LIABILITY, Continued

Assumption Changes

2018
- Mortality assumptions changed from the 1971 Group Annuity Mortality Table for Males and Females to the 1994 Uninsured Pensioner Mortality Table, projected to 2022 using Scale AA.

2020

Several demographic and economic assumptions were updated to reflect recommended assumptions from an Actuarial Experience Study which were adopted in 2020.

- Remaining amortization period changed from 30 years to layered amortization with 29 years remaining on unfunded accrued liability at date of transition to funding method.
- Salary increases changed from 5.0%, including inflation, to 4.0% to 6.25%, including inflation
- Mortality assumptions changed from the 1994 Uninsured Pensioner Mortality Table projected to 2022 using Scale AA, to Amount-weighted General Tables (i.e., PubG-2010 multiplied by 122% for males and 119% for females projected generationally using Scale MP-2019 mortality improvement rates with the male projection factors multiplied by 86% and female projection factors multiplied by 79%).

2024
- Several demographic and economic assumptions were updated to reflect recommended assumptions from an Actuarial Experience Study which were adopted in 2024 including rates of retirement, disability, termination and mortality, assumptions regarding DROP participation, assumed forms of payment at retirement, assumed Cost-of-Living increases and assumed salary increases.

2025
- Mortality assumptions was updated to reflect Pub-2016 mortality tables recently published by the Society of Actuaries which are updates to the original Pub-2010 mortality tables.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
Schedule of Changes in Total OPEB Liability and Related Ratios
For the years ended December 31, 2025 and 2024

	12/31/2025	12/31/2024	12/31/2023	12/31/2022	12/31/2021	12/31/2020	12/31/2019	12/31/2018
Financial Statement Reporting Date	12/31/2025	12/31/2024	12/31/2023	12/31/2022	12/31/2021	12/31/2020	12/31/2019	12/31/2018
Measurement Date	12/31/2025	12/31/2024	12/31/2023	12/31/2022	12/31/2021	12/31/2020	12/31/2019	12/31/2018
Service cost	$ 7,609,871	$ 9,772,365	$ 6,873,708	$ 9,916,363	$ 9,660,422	$ 6,342,348	$ 4,509,679	$ 5,134,251
Interest	9,277,787	8,069,876	7,404,696	5,044,582	5,053,409	5,433,031	6,533,926	5,926,129
Difference between expected and actual experience	919,811	(6,953,445)	(3,163,354)	(2,024,789)	(8,027,532)	(7,306,463)	-	-
Changes of assumptions or other inputs	10,428,636	(20,191,771)	42,710,031	(47,795,411)	7,194,238	39,307,974	33,088,043	(16,063,510)
Benefit payments (employer)	(8,965,867)	(8,394,162)	(8,070,780)	(7,788,764)	(7,455,587)	(6,569,278)	(7,515,819)	(7,043,121)
Net change in total OPEB liability	19,270,238	(17,697,137)	45,754,301	(42,648,019)	6,424,950	37,207,612	36,615,829	(12,046,251)
Total OPEB liability - beginning	224,269,801	241,966,938	196,212,637	238,860,656	232,435,706	195,228,094	158,612,265	170,658,516
Total OPEB liability - ending	$ 243,540,039	$ 224,269,801	$ 241,966,938	$ 196,212,637	$ 238,860,656	$ 232,435,706	$ 195,228,094	$ 158,612,265
Covered-employee payroll	$ 76,637,591	$ 76,637,591	$ 67,962,221	$ 62,430,620	$ 57,531,267	$ 54,856,389	$ 53,213,682	$ 50,679,697
Total OPEB liability as a percentage of covered-employee payroll	317.78%	292.64%	356.03%	314.29%	415.18%	423.72%	366.88%	312.97%

Notes to Schedule:

1. This schedule is presented using the optional format of combining the required schedules in Paragraph Nos. 170.a. and 170.b. of GASB No. 75. Until a full 10-year trend is compiled, governments should present information for those years for which information is available.
2. Information is presented using measurement date which is the same as the fiscal year end.
3. No assets are accumulated in a trust that meets the criteria in Paragraph No. 4 of GASB No. 75 to pay related benefits.
4. Changes in benefit terms: None
5. Changes in assumptions or other inputs for FY2025: Assumed Per Capita Health Benefit Costs, Assumed Health Benefit Cost trend and Retiree Contribution trend have all been updated since the previous valuation. Furthermore, assumed administrative expense which are directly related to the payment of benefits and assumed stop-loss premiums were updated to reflect current expense and premium levels. In addition, the mortality assumption has been updated to reflect the most recent public pension plan mortality tables published by the Society of Actuaries. Lastly, the discount rate was updated to 4.83% for the end of FY2025.
6. Changes in assumptions or other inputs for FY2024: Assumed Per Capita Health Benefit Costs, Assumed Health Benefit Cost trend and Retiree Contribution trend have all been updated since the previous valuation. In addition, certain demographic and economic assumptions (i.e., rates of retirement, disability, termination and mortality, DROP participation and assumed salary increases) have been updated to reflect assumptions adopted by the Board of Trustees since the last valuation date. Lastly, the discount rate was updated to 4.08% for the end of FY2024.
7. Changes in assumptions or other inputs for FY2023: Assumed Per Capita Health Benefit Costs, Assumed Health Benefit Cost trend and Retiree Contribution trend have all been updated since the previous valuation. In addition, the discount rate was updated to 3.26% for the end of FY2023.
8. Changes in assumptions or other inputs for FY2022: Assumed Expenses, Assumed Per Capita Health Benefit Costs, Assumed Health Benefit Cost trend and Retiree Contribution trend have all been updated since the previous valuation. In addition, the discount rate was updated to 3.72% for the end of FY2022.
9. Changes in assumptions or other inputs for FY2021: Assumed Expenses, Assumed Per Capita Health Benefit Costs, Assumed Health Benefit Cost trend and Retiree Contribution trend have all been updated since the previous valuation. In addition, the discount rate was updated to 2.06% for the end of FY2021.
10. Changes in assumptions or other inputs for FY2020: Assumed Expenses, Assumed Per Capita Health Benefits Costs, Assumed Health Benefit Cost trend and Retiree Contribution trend have all been updated since the previous valuation. In addition, certain demographic and economic assumptions (i.e., rates of retirement, disability, termination and mortality, DROP participation, credited service for unused leave, assumed age difference for future retiree spouses and assumed salary increases) have been updated to reflect assumptions adopted by the Board of Trustees since the last valuation date. Lastly, the discount rate was updated to 2.12% for the end of FY2020.
11. Changes in assumptions or other inputs for FY2019: Assumed Expenses, Assumed Per Capita Health Benefits Costs, Assumed Health Benefit Cost trend and Retiree Contribution trend have all been updated since the previous valuation. In addition, the discount rate was updated to 2.74% for the end of FY2019.
12. Changes in assumptions or other inputs for FY2018: The discount rate was changed from 3.44% at the beginning of FY2018 to 4.10% at the end of FY2018.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF NET POSITION BY DEPARTMENT
ENTERPRISE FUND
As of December 31, 2025 and 2024

	Water System		Sewerage System		Drainage System		Total	
	2025	2024	2025	2024	2025	2024	2025	2024
ASSETS AND DEFERED OUTFLOWS OF RESOURCES								
Current assets:								
Cash and cash equivalents	$ 17,896,202	$ 34,459,690	$ 48,980,457	$ 73,955,631	$ 22,915,434	$ 45,715,981	$ 89,792,093	$ 154,131,302
Accounts receivable:								
Customers, net of allowance	34,017,671	24,887,291	21,435,062	14,870,990	-	-	55,452,733	39,758,281
Taxes	-	-	-	-	5,831,008	6,670,070	5,831,008	6,670,070
Grants	29,701,313	26,748,959	2,455,980	5,165,532	20,195,062	23,870,112	52,352,355	55,784,603
Miscellaneous	442,304	151,609	548,361	471,091	1,208,593	3,717,435	2,199,258	4,340,135
Due from (to) other internal departments	(11,699,514)	4,915,976	5,846,908	692,286	5,852,606	(5,608,262)	-	-
Inventory of supplies	2,415,412	2,399,062	2,269,798	2,249,144	1,437,513	1,427,139	6,122,723	6,075,345
Prepaid expenses	2,084,238	1,357,811	1,929,656	1,203,230	371,137	342,927	4,385,031	2,903,968
Total current assets	74,857,626	94,920,398	83,466,222	98,607,904	57,811,353	76,135,402	216,135,201	269,663,704
Noncurrent assets:								
Restricted cash, cash equivalents, and investments								
Cash and cash equivalents restricted for capital projects	16,919,356	4,560,135	6,897,272	9,617,135	40,899,309	43,266,775	64,715,937	57,444,045
Investments restricted for capital projects	2,584,723	2,584,723	58,571	58,571	-	-	2,643,294	2,643,294
Health insurance reserve	1,184,800	922,513	1,184,800	888,255	592,400	787,232	2,962,000	2,598,000
Debt service	8,980,390	8,990,357	27,547,808	20,299,593	-	-	36,528,198	29,289,950
Total restricted cash, cash equivalents, and investments	29,669,269	17,057,728	35,688,451	30,863,554	41,491,709	44,054,007	106,849,429	91,975,289
Capital assets	1,506,341,274	1,427,923,403	1,974,486,282	1,834,731,169	2,469,021,930	2,391,302,212	5,949,849,486	5,653,956,784
Less: accumulated depreciation and amortization	445,908,666	421,887,431	441,830,628	436,490,504	544,544,136	512,079,831	1,432,283,430	1,370,457,766
Capital assets, net	1,060,432,608	1,006,035,972	1,532,655,654	1,398,240,665	1,924,477,794	1,879,222,381	4,517,566,056	4,283,499,018
Other assets								
Customer deposits - cash	11,425,697	11,812,599	-	-	-	-	11,425,697	11,812,599
Customer deposits - investments	3,250,000	3,250,000	-	-	-	-	3,250,000	3,250,000
Deposits	22,950	22,950	17,965	17,965	10,400	10,400	51,315	51,315
Total other assets	14,698,647	15,085,549	17,965	17,965	10,400	10,400	14,727,012	15,113,914
Total noncurrent assets	1,104,800,524	1,038,179,249	1,568,362,070	1,429,122,184	1,965,979,903	1,923,286,788	4,639,142,497	4,390,588,221
Total assets	1,179,658,150	1,133,099,647	1,651,828,292	1,527,730,088	2,023,791,256	1,999,422,190	4,855,277,698	4,660,251,925
Deferred outflows of resources:								
Deferred amounts related to net pension liability	935,839	1,877,137	935,839	1,877,137	935,839	1,877,137	2,807,517	5,631,411
Deferred amounts related to total OPEB liability	6,585,422	7,597,954	6,585,420	7,597,953	6,585,422	7,597,954	19,756,264	22,793,861
Deferred amounts related to bonds refunding	16,428,458	17,249,881	11,840,897	12,476,113	-	-	28,269,355	29,725,994
Total deferred outflows of resources	23,949,719	26,724,972	19,362,156	21,951,203	7,521,261	9,475,091	50,833,136	58,151,266
Total assets and deferred outflows of resources	$ 1,203,607,869	$ 1,159,824,619	$ 1,671,190,448	$ 1,549,681,291	$ 2,031,312,517	$ 2,008,897,281	$ 4,906,110,834	$ 4,718,403,191

(Continued)

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF NET POSITION BY DEPARTMENT, CONTINUED
ENTERPRISE FUND
As of December 31, 2025 and 2024

	Water System		Sewerage System		Drainage System		Total	
	2025	2024	2025	2024	2025	2024	2025	2024
LIABILITIES, DEFERRED OUTFLOWS OF RESOURCES, AND NET POSITION								
Current liabilities (payable from current assets):								
Accounts payable	$ 77,319,642	$ 67,935,517	$ 48,432,864	$ 56,338,840	$ 39,273,150	$ 34,906,517	$ 165,025,656	$ 159,180,874
Due to City of New Orleans	3,045,394	5,383,176	-	-	-	-	3,045,394	5,383,176
Retainers and estimates payable	6,473,845	8,303,488	8,659,896	6,996,154	6,060,483	7,560,422	21,194,224	22,860,064
Due to other fund	193,006	202,485	123,055	132,872	175,131	189,689	491,192	525,046
Accrued salaries	233,129	525,513	1,405,744	1,315,102	2,196,301	1,793,266	3,835,174	3,633,881
Claims payable	1,519,034	1,258,265	1,519,034	1,224,007	3,926,664	1,122,984	6,964,732	3,605,256
Total OPEB liability, due within one year	2,988,621	2,798,053	2,988,621	2,798,053	2,988,621	2,798,053	8,965,863	8,394,159
Lease liability, due within one year	160,287	104,946	160,287	104,946	80,143	52,473	400,717	262,365
SBITA liability, due within one year	96,565	93,258	96,565	93,258	-	-	193,130	186,516
Southeast Louisiana Project liability, current portion	-	-	-	-	613,877	2,122,092	613,877	2,122,092
Debt Service Assistance Fund loan payable, current portion	-	-	6,959,745	6,651,134	-	-	6,959,745	6,651,134
Other liabilities	1,629,220	1,940	1,855,176	4,699	1,061,122	3,664	4,545,518	10,303
Total current liabilities (payable from current assets):	93,658,743	86,606,641	72,200,987	75,659,065	56,375,492	50,549,160	222,235,222	212,814,866
Current liabilities (payable from restricted assets):								
Accrued interest	425,010	446,972	1,006,705	1,042,828	74,144	96,982	1,505,859	1,586,782
Bonds payable	7,640,000	7,375,000	10,731,000	10,294,000	9,345,000	8,985,000	27,716,000	26,654,000
Total current liabilities (payable from restricted assets):	8,065,010	7,821,972	11,737,705	11,336,828	9,419,144	9,081,982	29,221,859	28,240,782
Total current liabilities	101,723,753	94,428,613	83,938,692	86,995,893	65,794,636	59,631,142	251,457,081	241,055,648
Long-term liabilities:								
Claims payable, net of current portion	3,535,774	3,875,264	4,894,959	5,640,125	41,900,689	46,570,415	50,331,422	56,085,804
Accrued vacation and sick pay	7,253,962	6,751,225	7,253,962	6,901,120	3,626,981	3,716,563	18,134,905	17,368,908
Net pension liability	27,230,981	33,657,906	27,230,981	33,657,905	27,230,981	33,657,905	81,692,943	100,973,716
Total OPEB liability, net of current portion	78,191,392	71,958,547	78,191,391	71,958,547	78,191,393	71,958,548	234,574,176	215,875,642
Lease liability, net of current portion	561,664	465,325	561,664	465,325	280,834	232,663	1,404,162	1,163,313
SBITA Liability, net of current portion	778,956	875,521	778,956	875,521	-	-	1,557,912	1,751,042
Bonds payable, net of current maturities	188,853,518	196,467,609	276,445,793	277,627,080	9,720,000	19,065,000	475,019,311	493,159,689
Southeast Louisiana Project liability, net of current portion	-	-	-	-	115,778,893	224,488,613	115,778,893	224,488,613
Water Infrastructure Finance and Innovation Act loan payable	-	-	165,809,696	72,399,982	-	-	165,809,696	72,399,982
Debt Service Assistance Fund loan payable, net of current maturities	-	-	14,536,628	21,496,373	-	-	14,536,628	21,496,373
Customer deposits	14,675,697	15,062,599	-	-	-	-	14,675,697	15,062,599
Total long-term liabilites	321,081,944	329,113,996	575,704,030	491,021,978	276,729,771	399,689,707	1,173,515,745	1,219,825,681
Total liabilities	422,805,697	423,542,609	659,642,722	578,017,871	342,524,407	459,320,849	1,424,972,826	1,460,881,329
Deferred inflows of resources:								
Deferred amounts related to net pension liability	7,315,264	2,665,455	7,315,264	2,665,455	7,315,264	2,665,455	21,945,792	7,996,365
Deferred amounts related to total OPEB liability	5,692,656	12,452,803	5,692,658	12,452,804	5,692,656	12,452,803	17,077,970	37,358,410
Total deferred inflows of resources	13,007,920	15,118,258	13,007,922	15,118,259	13,007,920	15,118,258	39,023,762	45,354,775
Net position:								
Net investment in capital assets	800,404,287	763,500,760	1,045,607,314	1,018,511,384	1,797,373,169	1,634,172,821	3,643,384,770	3,416,184,965
Restricted for debt service	8,555,380	8,543,385	26,541,103	19,256,765	-	-	35,096,483	27,800,150
Unrestricted (deficit)	(41,165,415)	(50,880,393)	(73,608,613)	(81,222,988)	(121,592,979)	(99,714,647)	(236,367,007)	(231,818,028)
Total net position	767,794,252	721,163,752	998,539,804	956,545,161	1,675,780,190	1,534,458,174	3,442,114,246	3,212,167,087
Total liabilities, deferred inflows of resources, and net position	$ 1,203,607,869	$ 1,159,824,619	$ 1,671,190,448	$ 1,549,681,291	$ 2,031,312,517	$ 2,008,897,281	$ 4,906,110,834	$ 4,718,403,191

See accompanying independent auditors' report.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION BY DEPARTMENT
ENTERPRISE FUND
For the years ended December 31, 2025 and 2024

	Water System		Sewerage System		Drainage System		Total	
	2025	2024	2025	2024	2025	2024	2025	2024
Operating revenues:								
Sales of water and delinquent fees	$ 121,960,357	$ 113,612,864	$ -	$ -	$ -	$ -	$ 121,960,357	$ 113,612,864
Sewerage service charges	-	-	152,417,457	152,846,458	-	-	152,417,457	152,846,458
Plumbing inspection and license fees	985,553	1,072,691	27,315	78,563	-	-	1,012,868	1,151,254
Other revenues	19,763,666	2,698,541	238,496	1,012,174	1,430,902	1,415,047	21,433,064	5,125,762
Total operating revenues	142,709,576	117,384,096	152,683,268	153,937,195	1,430,902	1,415,047	296,823,746	272,736,338
Operating Expenses:								
Power and pumping	4,718,537	4,489,343	8,480,122	7,768,127	14,038,428	16,497,317	27,237,087	28,754,787
Treatment	19,519,452	19,500,751	21,668,437	20,392,626	-	-	41,187,889	39,893,377
Transmission and distribution	18,528,643	22,345,997	18,511,409	21,773,042	6,886,496	6,366,733	43,926,548	50,485,772
Customer accounts	2,883,828	2,886,665	2,883,823	2,886,660	29,984	29,629	5,797,635	5,802,954
Customer service	4,227,948	4,078,096	4,227,944	4,078,091	99,906	102,145	8,555,798	8,258,332
Administration and general	12,284,996	12,628,126	15,639,001	15,005,923	27,968,426	7,872,547	55,892,423	35,506,596
Payroll related expenses	17,924,444	16,838,927	18,628,450	17,783,227	9,254,543	9,928,649	45,807,437	44,550,803
Maintenance of general plant	9,679,246	13,479,845	8,593,688	9,232,708	9,328,917	7,332,275	27,601,851	30,044,828
Depreciation and amortization	27,986,905	16,619,829	12,441,124	21,919,390	33,348,430	25,783,722	73,776,459	64,322,941
Provision for doubtful accounts	3,153,805	1,302,434	3,849,859	2,211,571	-	-	7,003,664	3,514,005
Provision for claims	1,532,667	1,240,253	1,121,385	1,631,980	(318,148)	11,555,079	2,335,904	14,427,312
Total operating expenses	122,440,471	115,410,266	116,045,242	124,683,345	100,636,982	85,468,096	339,122,695	325,561,707
Operating income (loss)	20,269,105	1,973,830	36,638,026	29,253,850	(99,206,080)	(84,053,049)	(42,298,949)	(52,825,369)
Non-operating revenues (expenses):								
Three-mill tax	-	-	-	-	20,062,889	20,465,870	20,062,889	20,465,870
Six-mill tax	-	-	-	-	21,186,561	21,613,937	21,186,561	21,613,937
Nine-mill tax	-	-	-	-	31,731,125	32,368,324	31,731,125	32,368,324
Two-mill tax	-	-	-	-	136	126	136	126
Other taxes	260,719	258,949	301,984	311,125	-	-	562,703	570,074
Contributions from other governments	7,673,016	10,512,279	9,908,759	5,425,500	5,495,194	5,425,500	23,076,969	21,363,279
Federal noncapital grants	1,258,958	5,442	2,076,510	(4,812)	641,857	-	3,977,325	630
Interest income	1,329,160	1,847,405	2,245,799	2,537,190	1,475,813	2,416,091	5,050,772	6,800,686
Bond issuance costs	-	(268,075)	-	(253,822)	-	-	-	(521,897)
Interest expense	(6,225,250)	(5,364,446)	(10,648,842)	(8,155,926)	(2,079,897)	(4,953,174)	(18,953,989)	(18,473,546)
Total non-operating revenues (expenses)	4,296,603	6,991,554	3,884,210	(140,745)	78,513,678	77,336,674	86,694,491	84,187,483
Income (expenses) before capital contributions	24,565,708	8,965,384	40,522,236	29,113,105	(20,692,402)	(6,716,375)	44,395,542	31,362,114
Capital contributions, net of provision	22,064,792	37,636,795	1,472,407	(391,602)	162,014,418	94,035,370	185,551,617	131,280,563
Change in net position	46,630,500	46,602,179	41,994,643	28,721,503	141,322,016	87,318,995	229,947,159	162,642,677
Net position, beginning of year	721,163,752	674,561,573	956,545,161	927,823,658	1,534,458,174	1,447,139,179	3,212,167,087	3,049,524,410
Net position, end of year	$ 767,794,252	$ 721,163,752	$ 998,539,804	$ 956,545,161	$ 1,675,780,190	$ 1,534,458,174	$ 3,442,114,246	$ 3,212,167,087

See accompanying independent auditors' report.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF CAPITAL ASSETS BY DEPARTMENT
As of December 31, 2025 and 2024

	2025			
	Water	Sewer	Drainage	Total
Real estate rights, non depreciable	$ 3,001,793	$ 1,784,208	$ 5,832,189	$ 10,618,190
Power and pumping stations - buildings and machinery	279,256,470	147,500,880	446,565,011	873,322,361
Distribution systems	660,079,022	-	-	660,079,022
Sewerage collection, treatment plant, general plant, and buildings	139,025,843	1,389,501,184	96,947,996	1,625,475,023
Canals and subsurface drainage	-	-	1,625,996,213	1,625,996,213
Power transmissions, connections, and meters	75,207,611	54,406,855	13,236,277	142,850,743
SBITA asset	1,116,642	1,116,642	-	2,233,284
Lease asset	880,694	880,694	440,348	2,201,736
Total capital assets in service	1,158,568,075	1,595,190,463	2,189,018,034	4,942,776,572
Construction in progress	347,773,199	379,295,819	280,003,896	1,007,072,914
Total capital assets	1,506,341,274	1,974,486,282	2,469,021,930	5,949,849,486
Accumulated depreciation	445,908,666	441,830,628	544,544,136	1,432,283,430
Net capital assets	$ 1,060,432,608	$ 1,532,655,654	$ 1,924,477,794	$ 4,517,566,056

	2024			
	Water	Sewer	Drainage	Total
Real estate rights, non depreciable	$ 3,001,793	$ 1,784,208	$ 5,832,189	$ 10,618,190
Power and pumping stations - buildings and machinery	321,462,230	170,743,377	463,197,781	955,403,388
Distribution systems	561,782,043	-	-	561,782,043
Sewerage collection, treatment plant, general plant, and buildings	134,821,759	1,256,762,463	81,926,466	1,473,510,688
Canals and subsurface drainage	-	-	1,605,177,996	1,605,177,996
Power transmissions, connections, and meters	77,640,180	68,964,363	13,242,004	159,846,547
SBITA asset	1,116,642	1,116,642	-	2,233,284
Lease asset	602,963	602,963	301,482	1,507,408
Total capital assets in service	1,100,427,610	1,499,974,016	2,169,677,918	4,770,079,544
Construction in progress	327,495,793	334,757,153	221,624,294	883,877,240
Total capital assets	1,427,923,403	1,834,731,169	2,391,302,212	5,653,956,784
Accumulated depreciation	421,887,431	436,490,504	512,079,831	1,370,457,766
Net capital assets	$ 1,006,035,972	$ 1,398,240,665	$ 1,879,222,381	$ 4,283,499,018

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF BONDS PAYABLE
For the year ended December 31, 2025

	Annual Interest Rates	Interest Payment Dates	Issue Date	Final Maturity Date	Outstanding as of 12/31/2024	New Debt in 2025	Payments/ Retirements in 2025	Outstanding as of 12/31/2025
Drainage System Bonds, 2022	4.02%	(6/1;12/1)	12/7/2022	12/1/2027	$ 28,050,000	$ -	$ 8,985,000	$ 19,065,000
					28,050,000	-	8,985,000	19,065,000
Sewer Revenue Bonds, 2011	0.95%	(5/1;11/1)	12/1/2011	11/1/2032	3,804,000	-	460,000	3,344,000
Sewer Revenue Bonds, 2014	3.54%	(6/1;12/1)	12/1/2014	6/1/2025	1,970,000	-	1,970,000	-
Sewer Revenue Bonds, 2015	7.91%	(6/1;12/1)	12/17/2015	6/1/2027	6,710,000	-	2,125,000	4,585,000
Sewer Revenue Bonds, 2019	0.95%	(6/1;12/1)	11/20/2019	6/1/2042	6,079,687	-	330,999	5,748,688
Sewer Revenue Bonds, 2020A	1.50%	(12/1;06/1)	6/10/2020	6/1/2025	2,160,000	-	2,160,000	-
Sewer Revenue Bonds, 2020B	2.87%	(12/1;06/1)	12/8/2020	6/1/2050	64,750,000	-	-	64,750,000
Taxable Sewer Revenue Refunding Bonds, Series 2021	2.57%	(6/1;12/1)	3/3/2021	6/1/2045	171,160,000	-	2,375,000	168,785,000
Sewer Revenue Bonds, 2022 LA DEQ	0.95%	(6/1;12/1)	6/23/2022	6/1/2043	10,276,435	-	495,999	9,780,436
Sewer Revenue Bonds, 2023 LA DEQ	0.95%	(6/1;12/1)	12/20/2023	6/1/2044	8,004,175	6,361,024	411,000	13,954,199
Sewer Revenue Bonds, 2024A LA DEQ	0.95%	(6/1;12/1)	6/28/2024	6/1/2045	170,300	-	-	170,300
Sewer Revenue Bonds, 2024B LA DEQ	0.95%	(6/1;12/1)	6/28/2024	6/1/2045	71,520	4,674,404	471,448	4,274,476
					275,156,117	11,035,428	10,799,446	275,392,099
Water Revenue Bonds, 2014	7.72%	(6/1;12/1)	7/2/2014	12/1/2026	5,045,000	-	2,460,000	2,585,000
Water Revenue Bonds, 2015	7.41%	(6/1;12/1)	12/17/2015	2/1/2028	10,230,000	-	2,375,000	7,855,000
Taxable Water Revenue Refunding Bonds, Series 2021	2.62%	(6/1;12/1)	3/3/2021	12/1/2045	186,760,000	-	2,540,000	184,220,000
Water Revenue Bonds, 2024A	2.45%	N/A	12/13/2024	12/1/2054	136,718	238,231	116,733	258,216
Water Revenue Bonds, 2025	2.45%	N/A	12/19/2025	12/1/2054	-	76,394	37,433	38,961
					202,171,718	314,625	7,529,166	194,957,177
Total					$ 505,377,835	$ 11,350,053	$ 27,313,612	$ 489,414,276

See accompanying independent auditors' report.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS
DEBT SERVICE AND DEBT SERVICE RESERVE
For the year ended December 31, 2025

	Debt Service Account				Debt Service Reserve Accounts		
	Water Revenue Bonds	Sewer Revenue Bonds	Drainage Revenue Bonds	Total	Water Revenue Bonds	Sewer Revenue Bonds	Total
Cash and investments at beginning of year	$ 3,391,357	$ 6,554,257	$ -	$ 9,945,614	$ 5,599,000	$ 13,745,336	$ 19,344,336
Cash receipts:							
Excess reserve and debt service fund	-	-	-	-	-	7,275,524	7,275,524
Bond proceeds and accrued interest	76,393	-	-	76,393	-	-	-
Transfers from operating cash and debt service reserve	12,738,781	26,917,483	10,112,610	49,768,874	-	-	-
Total receipts	12,815,174	26,917,483	10,112,610	49,845,267	-	7,275,524	7,275,524
Cash disbursements:							
Administrative expenses	10,088	194,491		204,579			
Principal and interest payments	12,738,660	26,750,301	10,112,610	49,601,571			
Cost of issuance and transfers	76,393	-	-	76,393	-	-	-
Total cash disbursements	12,825,141	26,944,792	10,112,610	49,882,543	-	-	-
Cash and investments at end of year	$ 3,381,390	$ 6,526,948	$ -	$ 9,908,338	$ 5,599,000	$ 21,020,860	$ 26,619,860

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
CHANGES IN SELF-INSURANCE LIABILITIES BY DEPARTMENT
For the year ended December 31, 2025

	Beginning of Year	Current Year Claims and Estimate Change	Payments	End of Year
Water				
Short-term:				
Workers' compensation	$ 335,752	$ 814,315	$ 815,834	$ 334,233
Health insurance	1,039,200	3,803,909	3,658,308	1,184,801
Total short-term	1,374,952	4,618,224	4,474,142	1,519,034
Long-term:				
Workers' compensation	21,590	(18,333)	-	3,257
General liability	3,853,674	(318,241)	2,916	3,532,517
Total long-term	3,875,264	(336,574)	2,916	3,535,774
Total	$ 5,250,216	$ 4,281,650	$ 4,477,058	$ 5,054,808
Sewer				
Short-term:				
Workers' compensation	$ 335,752	$ 814,317	$ 815,836	$ 334,233
Health insurance	1,039,200	4,180,881	4,035,280	1,184,801
Total short-term	1,374,952	4,995,198	4,851,116	1,519,034
Long-term:				
Workers' compensation	21,590	(18,333)	-	3,257
General liability	5,618,535	(720,833)	6,000	4,891,702
Total long-term	5,640,125	(739,166)	6,000	4,894,959
Total	$ 7,015,077	$ 4,256,032	$ 4,857,116	$ 6,413,993
Drainage				
Short-term:				
Workers' compensation	$ 335,752	$ 406,396	$ 407,915	$ 334,233
Health insurance	519,600	578,756	505,925	592,431
General liability	-	3,000,000	-	3,000,000
Total short-term	855,352	3,985,152	913,840	3,926,664
Long-term:				
Workers' compensation	21,590	(18,333)	-	3,257
General liability	46,548,825	(4,651,393)	-	41,897,432
Total long-term	46,570,415	(4,669,726)	-	41,900,689
Total	$ 47,425,767	$ (684,574)	$ 913,840	$ 45,827,353
Total				
Short-term:				
Workers' compensation	$ 1,007,256	$ 2,035,028	$ 2,039,585	$ 1,002,699
Health insurance	2,598,000	8,563,546	8,199,513	2,962,033
General liability	-	3,000,000	-	3,000,000
Total short-term	3,605,256	13,598,574	10,239,098	6,964,732
Long-term:				
Workers' compensation	64,770	(54,999)	-	9,771
General liability	56,021,034	(5,690,467)	8,916	50,321,651
Total long-term	56,085,804	(5,745,466)	8,916	50,331,422
Total	$ 59,691,060	$ 7,853,108	$ 10,248,014	$ 57,296,154

See accompanying independent auditors' report.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER
PAYMENTS TO THE EXECUTIVE DIRECTOR
For the year ended December 31, 2025

Ghassan Korban, Executive Director (January 1, 2025 to May 2, 2025)

Purpose	Amount
Salary	$ 259,992
Benefits-hospitalization	3,176
Benefits-life insurance	23
Benefits-retirement	8,965
Total	$ 272,156

Melvin R. Spooner, Interim Executive Director (May 3, 2025 to July 27, 2025)

Purpose	Amount
Salary	$ 80,000
Benefits-hospitalization	4,256
Benefits-life insurance	16
Benefits-retirement	16,186
Total	$ 100,458

Randy E. Hayman, Executive Director (July 28, 2025 to December 31, 2025)

Purpose	Amount
Salary	$ 164,231
Benefits-hospitalization	6,984
Benefits-life insurance	23
Benefits-retirement	30,035
Conference travel	900
Total	$ 202,173

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF OUTSTANDING JUDGMENTS AND AGREEMENTS
AS REQUIRED BY R.S. 24:513.5
As of December 31, 2025

Type of Judgment	Caption and Number of Matter/Agreement Name	Court in Which Matter was Filed	Date of Judgment / Agreement	Amount of Original Judgment/ Agreement
Consent Judgment	Stewart, Rosalee - 90-21089	CDC	11/10/1999	$ 1,000.00
Court Order	Jolly, James - 97-11381	CDC	5/18/2000	87,700.44
Consent Judgment	Jones, Laura - 97-16027	CDC	1/24/2001	3,000.00
Consent Judgment	Liberty Mutual - 95-19119	CDC	8/16/2001	1,000.00
Consent Judgment	Millro, Consulea - 99-788	CDC	9/13/2001	1,500.00
Consent Judgment	Synegal, Eugene - 96-02672	CDC	10/31/2001	2,500.00
Consent Judgment	Neal, Cynthia - 94-10057	CDC	12/6/2001	3,400.00
Consent Judgment	Carter, Cheryl - 89-22697	CDC	12/12/2001	7,563.00
Court Order	Greyhound Lines - 89-25400	CDC	12/12/2001	7,033.07
Consent Judgment	Hausey, Sedeana - 90-12303	CDC	1/11/2002	2,500.00
Consent Judgment	Jones, Willie, et al - 00-18490	CDC	7/1/2002	4,904.50
Court Order	Raaphorst, Ann - 93-21794	CDC	10/25/2002	80,000.00
Consent Judgment	Thompson, Earl, et al - 98-9577	CDC	11/21/2002	39,500.00
Consent Judgment	Allstate Ins. Co. - 01-07390	CDC	12/2/2002	3,250.96
Consent Judgment	Bean, Aretha - 95-2956	CDC	1/8/2003	2,500.00
Consent Judgment	Lewis, Laura - 95-2954	CDC	1/8/2003	2,500.00
Consent Judgment	Mattio, Terry - 01-16672	CDC	4/10/2003	5,500.00
Consent Judgment	Alexis, Lyketta et al - 98-15358	CDC	4/14/2003	75,000.00
Consent Judgment	Guichard, Ramon - 02-19512	CDC	5/28/2003	11,600.00
Consent Judgment	Lang, Walter - 01-11908	CDC	6/6/2003	8,180.00
Consent Judgment	Gremillion, Vanessa - 97-0620	CDC	7/14/2003	1,500.00
Consent Judgment	Tates, My'Tesha - 01-11232	CDC	12/3/2003	1,500.00
Consent Judgment	Wright, Betty - 99-06574	CDC	12/12/2003	101,042.03
Consent Judgment	Scott, Geneva - 02-10473	CDC	12/23/2003	4,358.18
Consent Judgment	Clements, Michelle and Fields, Sheila - 99-14802	CDC	2/19/2004	4,687.00
Consent Judgment	Douse, Rhea - 01-18535	CDC	3/11/2004	7,500.00
Consent Judgment	Berry, Angela - 99-07932	CDC	4/13/2004	40,000.00
Consent Judgment	Bickham, Barry - 02-9041	CDC	5/10/2004	20,250.00
Consent Judgment	Varona, Frank (Gus Rico) - 96-17611	CDC	6/16/2004	8,000.00
Consent Judgment	Brown, Wanda - 01-9969	CDC	7/15/2004	500.00
Consent Judgment	Polkey, Louis - 99-2639	CDC	7/16/2004	350.00
Consent Judgment	McGhee, Linda - 00-12048	CDC	8/5/2004	2,000.00
Consent Judgment	Alexander, Gina P. - 99-20103	CDC	8/31/2004	1,725.00
Consent Judgment	Moss, Ruth - 00-16091	CDC	9/23/2004	12,078.75
Consent Judgment	Luter, Rochelle - 00-19406	CDC	10/5/2004	4,200.00
Consent Judgment	Rico, Francisco - 97-5371	CDC	10/26/2004	15,000.00
Consent Judgment	Mitry, Elsa - 03-18778	CDC	12/13/2004	3,000.00
Court Order	Salvant, Dianne W. - 98-15411	CDC	12/21/2004	40,000.00
Consent Judgment	Landry, Christopher W. - 00-4830	CDC	1/5/2005	25,000.00
Consent Judgment	DeLaGueronniere, Cynthia - 98-00978	CDC	2/4/2005	4,000.00
Consent Judgment	Rukhaberlen, Amy - 03-07710	CDC	4/15/2005	15,000.00
Consent Judgment	Wheeler, Robert - 02-16478	CDC	4/18/2005	1,500.00
Consent Judgment	Parker, Mary - 86-22748	CDC	6/15/2005	3,750.00
Consent Judgment	Washington, Tammy - 01-6428	CDC	6/27/2005	2,000.00
Consent Judgment	Johnson, Anthony - 00-19733	CDC	7/13/2005	25,000.00
Consent Judgment	Allen, Shannon / Graham, Judy - 00-11140	CDC	10/28/2005	14,650.00
Consent Judgment	Joseph, Allison - 03-3395	CDC	1/10/2006	2,000.00
Consent Judgment	Rico, Gus - 96-15751	CDC	3/8/2006	79,740.84
Consent Judgment	Johnson, Carol - 01-19622	CDC	1/22/2007	6,800.00
Consent Judgment	Jones, Melvin - 01-00039	CDC	4/30/2007	5,726.75
Court Order	Styles, Theresa - 96-4321	CDC	5/10/2007	51,100.00
Settlement Agreement	Hamilton, Marilyn J. - 06-03050	CDC	5/11/2007	2,000.00
Consent Judgment	Renaudin, Janet - 00-02452	CDC	6/20/2007	15,300.00
Consent Judgment	Fontenot, M. Megan - 05-10994	CDC	7/16/2007	2,250.00
Consent Judgment	Williams, Norman - 95-18650	CDC	9/28/2007	1,500.00
Consent Judgment	Pundt, Susan M. - 07-493	CDC	10/8/2007	678.00

(Continued)

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF OUTSTANDING JUDGMENTS AND AGREEMENTS
AS REQUIRED BY R.S. 24:513.5
As of December 31, 2025

Type of Judgment	Caption and Number of Matter/Agreement Name	Court in Which Matter was Filed	Date of Judgment / Agreement	Amount of Original Judgment/ Agreement
Consent Judgment	Wauters, Pamela - 03-7348	CDC	11/27/2007	25,000.00
Consent Judgment	Jackson, Michael - 02-19213	CDC	1/8/2008	1,500.00
Consent Judgment	Lewis, Bernadette - 01-14899	CDC	1/15/2008	1,500.00
Consent Judgment	Johnson, Alvin - 92-14794	CDC	3/3/2008	12,000.00
Settlement Agreement / Court Order	Pellerin, Janice & Dennis - 04-16984	CDC	7/16/2008	500.00
Settlement Agreement	Curtis, Floyd Griffin - 04-12591	CDC	11/21/2008	2,000.00
Consent Judgment	Mossey, Darlene - 06-1496	CDC	1/16/2009	8,936.00
Consent Judgment	Whittington, Anthony - 04-14881	CDC	2/3/2009	4,000.00
Consent Judgment	Parker, Tiffany - 02-18474	CDC	5/5/2009	1,653.00
Consent Judgment	Johnson, Develon - 05-11469	CDC	6/22/2009	500.00
Consent Judgment	Giraldi, Pamela - 05-2864	CDC	10/30/2009	50,000.00
Consent Judgment	Palmer, Jeanette - 34th JDC 63-145	JDC	3/3/2010	25,000.00
Consent Judgment	Aguilar, Jacklyn - 34th JDC 65-773	JDC	3/3/2010	25,000.00
Consent Judgment	DeGrange, Paul - 07-00100	CDC	5/27/2010	2,864.00
Consent Judgment	Shaw, Jason (Faye Myer) - 08-11589	CDC	9/1/2010	9,070.00
Consent Judgment	Sturgeon, Ralph - 09-11365	CDC	3/14/2011	3,500.00
Consent Judgment	Truxillo, Rene L., Jr. - 06-1913	CDC	3/29/2011	200,000.00
Consent Judgment	Johnson, Keisha - 10-11519	CDC	6/10/2011	5,500.00
Consent Judgment	Whittey, Collins, Sr. - 11-0952	CDC	6/10/2011	3,000.00
Consent Judgment	Duvernay, Angela - 08-07027	CDC	6/16/2011	9,319.00
	Celestin, Serge T. - 09-13029	CDC	11/22/2011	13,500.00
	Taylor, Denise / Ralph Carter - 09-13029	CDC	1/25/2012	4,000.00
	Stevenson, Sheila - 89-13360	CDC	3/29/2012	1,500.00
	Fobbs, Patricia - 09-6351	CDC	5/29/2012	12,500.00
	Jack, Theresa - 11-12626	CDC	6/14/2012	250.00
	Blom, Lars - 10-850	CDC	10/3/2012	6,000.00
	Mayo, Karol - 03-1613	CDC	11/15/2012	10,000.00
	Malone, Cedric - 11-4931	CDC	12/19/2012	6,645.00
	Tujague, Amy Carol - 11-6808	CDC	3/6/2013	150,000.00
	Herring, Renee - 09-727	CDC	6/17/2013	17,500.00
Settlement Agreement	Entergy N.O. (EN GLOBO) - FCC 09-53521, FCC 10-50673, 11-9522, 11-9864, 11-10417, 10-5664, 10-8322, 10-10077, FCC 10-51119, 11-9865, 11-10694, 12-257, 12-793, 12-3354, 12-6844, 12-7070, 10-12084, 11-329, 11-1049, 11-3816, 12-4983, 12-6648	MULTIPLE	8/22/2013	86,648.33
Consent Judgment	Entergy N.O. - 12-3354	CDC	8/26/2013	580.22
Consent Judgment	Entergy N.O. - 12-4983	CDC	8/26/2013	4,306.22
Consent Judgment	Entergy N.O. - 11-9864	CDC	8/26/2013	700.56
Consent Judgment	Entergy N.O. - 10-51119	CDC	8/27/2013	2,692.22
Consent Judgment	Entergy N.O. - 10-50673	CDC	8/28/2013	1,369.27
Consent Judgment	Entergy N.O. - 12-7070	CDC	9/3/2013	857.81
Consent Judgment	Entergy N.O. - 09-53521	CDC	9/3/2013	7,217.36
Consent Judgment	Entergy N.O. - 10-12084	CDC	9/3/2013	9,975.44
	Smith, Edrick L. - 11-13155	CDC	10/1/2013	28,046.84
	Myles, Yvonne - 12-976	CDC	10/7/2013	11,000.00
	Alexis, Deborah Ann - 09-05661	CDC	10/11/2013	225,000.00
	Lawrence, Renata - 09-13211	CDC	11/13/2013	10,173.00
	Channey, Roy Lee (Deaunka Petit-Gibson) - 11-12875	CDC	12/4/2013	50,000.00
	Gilbert, Aaron (Deaunka Petit-Gibson) - 11-12875	CDC	12/4/2013	12,000.00
	Level 3 Communications - 13-05088	CDC	1/24/2014	170,000.00
	Green, Terry - 12-02505	CDC	2/14/2014	7,500.00
	Johnson, Terrill - 12-01625	CDC	4/3/2014	45,000.00
	Bryan, Deidra - 11-11971	CDC	7/21/2014	4,067.00
	Melrose, Cherrie - 11-11052	CDC	7/21/2014	2,567.50

(Continued)

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF OUTSTANDING JUDGMENTS AND AGREEMENTS
AS REQUIRED BY R.S. 24:513.5
As of December 31, 2025

Type of Judgment	Caption and Number of Matter/Agreement Name	Court in Which Matter was Filed	Date of Judgment / Agreement	Amount of Original Judgment/ Agreement
	Johnson, Kenneth - 13-826	CDC	12/12/2014	2,000.00
	Johnson, Lakeesha - 09-04378	CDC	2/5/2015	24,999.00
	Igbokwe, Linus - 12-10490	CDC	3/18/2015	9,500.00
	Baquet, Anita - 13-09450	CDC	3/23/2015	2,500.00
	Anderson, Kayla - 13-03920	CDC	4/1/2015	2,225.00
	Ladd, Deanna - 13-03920	CDC	5/6/2015	35,000.00
	James, Linda - 06-4664	CDC	5/28/2015	5,000.00
	Jordan, Tommie Lee - 09-11302 / 10-02344 / 10-02491	CDC	7/27/2015	135,000.00
	Nationwide Property - 14-01070	CDC	9/16/2015	1,000.00
	King, Jennifer - 15-05553	CDC	9/28/2015	9,150.00
	Holmes, Norma - 11-953	CDC	11/10/2015	1,000.00
	Alexander, Norman - 99-3697	CDC	11/23/2015	1,000.00
	Gladow, Caitrin M. - 14-2855	CDC	12/28/2015	3,500.00
	Cox Communication LA LLC - 15-6985	CDC	2/25/2016	24,900.00
	Cheneau, Cheryl - 13-6800	CDC	3/3/2016	6,000.00
	Randle, Willie - 13-9514	CDC	3/16/2016	13,600.00
	Powell, Rose - 12-03988	CDC	6/7/2016	41,000.00
	Hebert, Albertha - 10-4486	CDC	9/27/2016	25,000.00
	King, Ernest - 10-3871	CDC	10/14/2016	24,500.00
	Wright, Amanda - FCC 15-05891	FCC	11/28/2016	4,000.00
	Covington, Conventee Barnes, Corey - 12-03887	CDC	1/30/2017	62,000.00
	Morris, Reginald / Ashli Richard - 13-4907	CDC	8/8/2017	65,000.00
	F.H. Paschen - 14-2333	CDC	10/25/2017	9,117.31
	Ariyan, Inc., et al SELA (FLIGHT 1 TRIAL) - 15-10789	CDC	2/27/2018	2,125,000.00
	State Farm Fire (Molina, Juan) - 12-4810	CDC	3/1/2018	1,500.00
	State Farm Mutual (Minton, Alexandra) - 16-08165	CDC	3/9/2018	15,474.00
	Crowley, Tia J. - 17-5825	CDC	5/23/2018	12,400.00
	Joseph, Esther - 14-7524	CDC	5/29/2018	1,500.00
	Young, Keith - 14-9571	CDC	5/30/2018	20,000.00
	Faubourg St. Charles - 17-2494	CDC	6/7/2018	43,708.69
	Watt, Daniel, et al - 15-6770	CDC	10/11/2018	47,097.00
	Jackson, Arthur - 18-1956	CDC	11/8/2018	15,479.00
	Sewell, Elizabeth (GROUP B) - 15-4501	CDC	11/24/2018	483,779.97
	Greenblat Greenblat Damages (Sewell) - 15-4501	CDC	11/27/2018	94,429.51
	Dewhirst, Melinda - 15-7551	CDC	12/7/2018	235,753.90
	Santee, Anita - 15-10653	CDC	12/10/2018	6,000.00
	M. Langenstein/ K&B Louisiana SELA (FLIGHT 2 TRIAL) - 15-11971 C/W / 15-11394	CDC	1/2/2019	2,096,304.60
	Stewart, Terry - 08-8938	CDC	1/11/2019	6,236.00
	Sewell, Elizabeth (GROUP D) - 15-4501	CDC	2/15/2019	770,435.57
	State Farm/Morales - 14-3719	CDC	3/21/2019	1,614.00
	Greenblat Greenblat Fees/Costs (Sewell) - 15-4501	CDC	3/25/2019	43,749.78
	Sewell, Elizabeth (GROUP B) - 15-4501	CDC	3/28/2019	344,340.64
	Williams, Jaime - 13-11740	CDC	4/3/2019	12,306.00
	Smith, Kelly - 16-10197	CDC	4/8/2019	15,000.00
	2025 N Broad LLC - 18-7456 USDC	USDC	4/17/2019	10,000.00
	Adams, Scott - 17-1613	CDC	5/23/2019	75,000.00
	Perkins, Patrice / Pellabon, Laurie / Falls, Deandra / Falls, Zandra - 18-2752	CDC	6/3/2019	21,268.83
	Lakatos, Gina Marie - 16-10550	CDC	6/25/2019	175,000.00
	Sewell, Elizabeth (GROUP D) - 15-4501	CDC	8/19/2019	424,037.97
	Anne Lowenburg, et al - 16-621	CDC	9/12/2019	517,231.03
	Spector, Matthew - 18-07735 USDC 18-0880	CDC / USDC	10/24/2019	5,000.00
	Sewell, Elizabeth (GROUP A) - 15-4501	CDC	11/15/2019	1,043,601.64

(Continued)

Schedule 8

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF OUTSTANDING JUDGMENTS AND AGREEMENTS
AS REQUIRED BY R.S. 24:513.5
As of December 31, 2025

Type of Judgment	Caption and Number of Matter/Agreement Name	Court in Which Matter was Filed	Date of Judgment / Agreement	Amount of Original Judgment/ Agreement
	Greenblatt, Leon - 15-10344	CDC	1/20/2020	132,201.31
	Beth Williams - 16-4142	CDC	2/19/2020	12,000.00
	Anne Lowenburg, et al - 16-621	CDC	8/29/2020	998,872.47
	Sewell, Elizabeth (GROUP E and F) - 15-4501	CDC	9/3/2020	1,306,129.88
	Anne Lowenburg, et al - 16-621	CDC	10/30/2020	285,012.75
	Anne Lowenburg, et al - 16-621	CDC	10/30/2020	714,519.54
	M. Langenstein/K&B Louisiana SELA - 15-11971 C/W / 15-11394	CDC	10/30/2020	956,111.33
	Sewell, Elizabeth (GROUP G) - 15-4501	CDC	10/31/2020	487,453.44
	Sewell, Elizabeth (Group E & F) - 15-4501	CDC	12/17/2020	548,390.25
	Tyra Joiner, et al - 17-9030	CDC	2/11/2021	50,000.00
	Sewell, Elizabeth (GROUP G) - 15-4501	CDC	3/4/2021	166,963.37
	State Farm Mutual - 15-9647	CDC	7/12/2021	4,500.00
	TKTMJ, Inc., et al - 16-11900	CDC	4/12/2021	1,463,064.02
	Maquar, Racheal, L., et al - 17-07541	CDC	7/28/2021	250,000.00
	Sherril Stewart - 15-03147	CDC	10/11/2021	17,200.00
	Sewell, Elizabeth (GROUP H) - 15-04501	CDC	10/18/2021	373,433.67
	Stephen Baham - 16-7789	CDC	11/4/2021	111,670.19
	Sewell Damages (GROUP I) - 15-4501	CDC	11/19/2021	951,024.98
	TKTMJ, Inc., et al - 16-11900	CDC	3/2/2022	44,110.18
	Trinity Smith, Sr. - 18-05769	CDC	3/15/2022	40,894.00
	Trinity Smith, Sr. obo minor Trinity Smith, Jr. - 18-05769	CDC	3/15/2022	500.00
	Jessica Bullock - 19-0744	CDC	4/22/2022	250,000.00
	Wallace C. Drennan - 15-11017	CDC	6/13/2022	500,000.00
	Trinity Smith, Sr. - 18-05769	CDC	6/24/2022	2,590.92
	John Taylor - 16-11436	CDC	8/3/2022	37,000.00
	Andrea Durbin O'Steen - 15-04551	CDC	8/15/2022	118,300.00
	Larry O'Steen - 15-04551	CDC	8/15/2022	1,700.00
	Sewell, Elizabeth (GROUP J) - 15-04501	CDC	10/17/2022	856,998.43
	Monique Riles - 16-10666	CDC	10/19/2022	45,000.00
	Jaoa Pires and Yvonne King Pires - 18-05463	CDC	11/3/2022	105,000.00
	Sharon Prestenbach - 13-05481	CDC	11/9/2022	25,000.00
	Lora Jackson - 19-07183 / 19-07568	CDC	11/10/2022	76,137.75
	State Farm Auto Ins. - 19-07183 / 19-07568	CDC	11/10/2022	8,614.92
	Flavia Woods - 17-3584	CDC	1/19/2023	45,000.00
	Stephen Bolton - 17-3584	CDC	1/19/2023	15,000.00
	Fel'Jahne Delmore - 17-3584	CDC	1/19/2023	10,000.00
	Dan Miller, Jr. and Nadine Miller - 19-12657	CDC	1/27/2023	25,000.00
	Bobby Calvin - 18-07652	CDC	2/1/2023	2,000.00
	Scott Brouillette - 19-11113	CDC	2/22/2023	85,000.00
	La Habana Enterprises - 19-05166	CDC	7/5/2023	10,000.00
	Mark A. Braud - 19-05166	CDC	7/12/2023	25,000.00
	Meghan A. Swartz - 23-02204	CDC	7/12/2023	13,000.00
	Annabelle Allen - 17-6434	CDC	11/15/2023	14,000.00
	Minor Pipes, III and Jill Pipes - 15-04501	CDC	1/3/2024	70,000.00
	Sewell, Elizabeth (GROUP L) - 17-09531	CDC	1/17/2024	291,747.28
	Makhoul, Antoine - 15-8847	CDC	4/26/2024	80,000.00
	GEICO as Subrogee of Michelle Moylan - 24-01004	CDC	7/1/2024	5,866.52
	GEICO as Subrogee of Nicolas Day - 23-7475	CDC	7/10/2024	6,500.00
	GEICO as Subrogee of Tiffany Perry - 24-3707	CDC	8/29/2024	3,950.00
	James Moore - 19-08139	CDC	12/23/2024	2,500.00
	Dr. John L. DiLeo, II - 23-11307	CDC	12/26/2024	2,148.40
	Keyana Rodney - 20-8530	CDC	12/26/2024	490,000.00
	State Farm Fire and Casualty Co. - 22-06494	CDC	1/29/2025	2,000.00
	Ruth Owens Smith - 20-03928	CDC	1/31/2025	17,000.00
	Jenna Mitchell - 20-02291	CDC	2/10/2025	15,000.00
	Vantrice Battle - 20-04828	CDC	2/11/2025	20,000.00
	Irene Spencer Taylor - 2014-267	CDC	3/11/2025	4,000.00

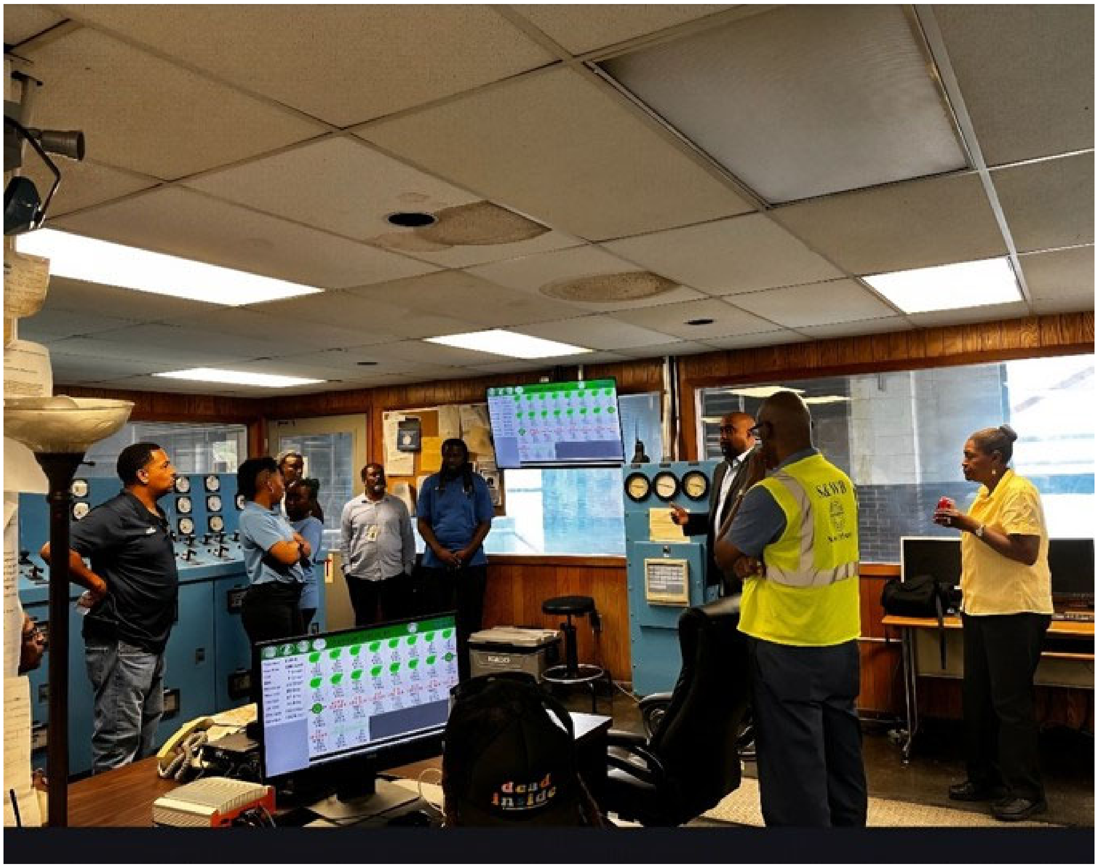
(Continued)

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF OUTSTANDING JUDGMENTS AND AGREEMENTS
AS REQUIRED BY R.S. 24:513.5
As of December 31, 2025

Type of Judgment	Caption and Number of Matter/Agreement Name	Court in Which Matter was Filed	Date of Judgment / Agreement	Amount of Original Judgment/ Agreement
	Nicole Maronge Godd obo NM NOLA Restore Group, LLC - 2017-4166	CDC	4/9/2025	25,000.00
	Mary Buttery - 2021-6336	CDC	5/5/2025	15,000.00
	Peggy Haynes - 2018-06324	CDC	5/19/2025	25,000.00
	Luann Ellis White - 2018-05235	CDC	7/7/2025	155,000.00
	State Farm Fire and Casualty Co. as Subrogee for Zulema Howard - 2023-06184	CDC	9/22/2025	2,500.00
	Samara Poché - 2020-00991	CDC	10/22/2025	1,620.13
	Belinda Jenkins - 2016-8515	CDC	11/13/2025	13,594.00

(Concluded)

STATISTICAL SECTION



WORKFORCE DEVELOPMENT AND ENRICHMENT
We support and develop a high-performing team that is skilled, committed, inspired, rewarded, engaged, and accountable.

SEWERAGE AND WATER BOARD OF NEW ORLEANS
SUMMARY OF STATISTICAL INFORMATION
December 31, 2025
(Unaudited)

This part of the Board's Annual Comprehensive Financial Report presents detailed operational and other information to assist in understanding the financial statements and required supplementary information.

Financial Trends:

These schedules contain trend information to help the reader understand how the Board's financial performance have changed over time.

Revenue Capacity:

These schedules contain information to help the reader assess the Board's most significant local revenue source, the property tax.

Debt Capacity:

These schedules present information to help the reader assess the affordability of the Board's current levels of outstanding debt and the Board's ability to issue additional debt in the future.

Demographic and Economic Information:

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Board's financial activities take place.

Operating Information:

These schedules contain service and infrastructure date to help the reader understand how the information in the Boards financial report relates to the services the Board provides and the activities it performs.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
NET POSITION BY COMPONENT
Last Ten Fiscal Years
(Unaudited - accrual basis of accounting)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Business-type activities										
Net investment in capital assets	$ 3,643,384,770	$ 3,416,184,965	$ 3,244,784,799	$ 3,177,719,228	$ 2,957,963,700	$ 2,856,741,717	$ 2,631,802,752	$ 2,543,371,049	$ 2,405,073,361	$ 2,251,197,095
Restricted for debt service	35,096,483	27,800,150	23,249,179	23,232,994	24,212,130	44,544,164	43,839,618	46,042,585	46,606,340	47,217,981
Unrestricted	(236,367,007)	(231,818,028)	(218,509,568)	(319,465,454)	(274,877,549)	(328,678,436)	(319,374,318)	(344,611,643)	(282,688,257)	(69,993,128)
Total business-type activities net position	$ 3,442,114,246	$ 3,212,167,087	$ 3,049,524,410	$ 2,881,486,768	$ 2,707,298,281	$ 2,572,607,445	$ 2,356,268,052	$ 2,244,801,991	$ 2,168,991,444	$ 2,228,421,948

Source: Audited Annual Comprehensive Financial Report

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
CHANGES IN NET POSITION BY COMPONENT
Last Ten Fiscal Years
(Unaudited - accrual basis of accounting)

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Operating revenues:										
Sales of water and delinquent fees	$ 121,960,357	$ 113,612,864	$ 121,396,212	$ 117,382,185	$ 118,236,180	$ 116,603,501	$ 113,339,213	$ 90,287,081	$ 90,464,810	$83,158,940
Sewerage service charges	152,417,457	152,846,458	149,695,125	150,932,239	150,364,182	146,261,741	143,686,137	114,614,157	111,063,719	104,795,184
Plumbing inspection and license fees	1,012,868	1,151,254	2,746,002	487,140	461,410	462,987	582,056	648,332	588,330	638,502
Other revenue	21,433,064	5,125,762	5,396,432	5,188,335	6,280,427	5,318,766	5,351,115	5,687,203	3,451,274	4,078,380
Total operating revenues	296,823,746	272,736,338	279,233,771	273,989,899	275,342,199	268,646,995	262,958,521	211,236,773	205,568,133	192,671,006
Operating Expenses:										
Power and pumping	27,237,087	28,645,296	25,632,309	20,266,743	22,965,240	20,302,317	20,013,016	31,874,462	36,549,229	13,499,216
Treatment	41,187,889	39,817,147	38,311,430	28,340,517	26,668,794	21,680,572	19,688,222	22,958,975	25,651,907	20,300,344
Transmission and distribution	43,926,548	50,159,596	47,748,188	37,195,201	35,662,527	34,160,672	38,176,467	46,530,018	36,409,559	37,174,706
Customer accounts	5,797,635	5,802,959	5,302,059	5,524,061	4,992,999	4,656,250	5,431,786	5,243,276	4,460,155	4,151,027
Customer service	8,555,798	8,258,332	6,619,570	9,975,986	10,350,482	8,343,631	5,304,138	4,476,414	4,217,543	4,271,555
Administration and general	55,892,423	62,747,525	37,614,005	32,655,899	27,751,610	29,522,990	29,023,557	28,253,318	24,343,704	18,506,107
Payroll related	45,807,437	17,831,749	51,523,615	62,238,943	53,155,580	57,836,511	53,838,316	49,416,581	38,126,322	43,990,879
Maintenance of general plant	27,601,851	30,034,845	30,966,877	28,996,010	27,528,429	26,343,420	27,142,840	28,813,485	26,100,182	23,979,309
Depreciation	73,776,459	64,322,941	65,081,781	65,724,568	64,250,898	55,037,867	64,156,230	63,501,190	59,450,076	52,060,674
Provision for doubtful accounts	7,003,664	3,514,005	10,594,286	27,024,356	28,278,609	26,960,777	33,306,195	20,942,217	14,326,711	3,413,404
Provision (recovery) for claims	2,335,904	14,427,312	4,868,079	3,993,957	3,127,462	3,063,073	2,069,360	(7,202,684)	45,272,821	6,450,805
Total operating expenses	339,122,695	325,561,707	324,262,199	321,936,241	304,732,630	287,908,080	298,150,127	294,807,252	314,908,209	227,798,026
Operating loss	(42,298,949)	(52,825,369)	(45,028,428)	(47,946,342)	(29,390,431)	(19,261,085)	(35,191,606)	(83,570,479)	(109,340,076)	(35,127,020)
Non-operating revenues (expenses):										
Three-mill tax	20,062,889	20,465,870	20,305,975	18,042,189	17,545,136	17,906,032	15,300,420	15,504,589	15,309,309	16,043,825
Six-mill tax	21,186,561	21,613,937	20,833,854	18,328,446	18,345,424	18,614,966	16,241,889	15,576,221	16,229,098	16,215,799
Nine-mill tax	31,731,125	32,368,324	30,835,094	27,831,035	27,514,521	27,902,527	24,345,982	23,570,261	23,881,671	23,762,398
Two-mill tax	136	126	2,640	396	284	701	35	553	2,735	7,526
Other taxes	562,703	570,074	579,189	589,220	297,387	595,099	594,985	594,532	593,424	564,050
Contributions from other local governments	23,076,969	21,363,279	21,933,185	20,507,688	6,996,364	6,657,172	35,839,141	-	-	-
Federal noncapital grants	3,977,325	630	15,241,294	28,650	15,843	60,082	48,716	78,814	845	24,738
Interest income	5,050,772	6,800,686	9,649,785	3,353,769	1,423,215	527,381	1,610,012	3,788,898	4,273,821	4,667,470
Other non-operating expense	-	-	(15,000,000)	-	-	-	-	-	-	-
Bond issuance costs	-	(521,897)	(163,442)	(456,865)	(6,328,655)	(886,582)	(127,550)	-	-	-
Interest expense	(18,953,989)	(18,473,546)	(21,202,143)	(19,938,792)	(13,892,169)	(276,737)	(228,235)	(3,204,239)	(3,537,336)	(32,471)
Total non-operating revenues (expenses)	86,694,491	84,187,483	83,015,431	68,285,736	51,917,350	71,100,641	93,625,395	55,909,629	56,753,567	61,253,335
Income (loss) before capital contributions	44,395,542	31,362,114	37,987,003	20,339,394	22,526,919	51,839,556	58,433,789	(27,660,850)	(52,586,509)	26,126,315
Capital contributions, net of provisions	185,551,617	131,280,563	132,712,277	153,849,093	112,163,917	164,499,837	53,032,272	103,471,397	87,429,126	119,607,318
Change in net position	229,947,159	162,642,677	170,699,280	174,188,487	134,690,836	216,339,393	111,466,061	75,810,547	34,842,617	145,733,633
Net position:										
Beginning of year	3,212,167,087	3,049,524,410	2,881,486,768	2,707,298,281	2,572,607,445	2,356,268,052	2,244,801,991	2,168,991,444	2,228,421,948	2,082,688,315
Change in accounting principle	-	-	(2,661,638)	-	-	-	-	-	(94,273,121)	-
Beginning of year, as restated	3,212,167,087	3,049,524,410	2,878,825,130	2,707,298,281	2,572,607,445	2,356,268,052	2,244,801,991	2,168,991,444	2,134,148,827	2,082,688,315
End of year	$ 3,442,114,246	$ 3,212,167,087	$ 3,049,524,410	$ 2,881,486,768	$ 2,707,298,281	$ 2,572,607,445	$ 2,356,268,052	$ 2,244,801,991	$ 2,168,991,444	$ 2,228,421,948

Source: Audited Annual Comprehensive Financial Report - Information available for ten years

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
REVENUE AND EXPENSES BY SOURCE
ENTERPRISE FUND
Last Ten Years

(Unaudited)

Revenues	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Charges for service	$ 275,390,682	$ 267,610,576	$ 273,837,339	$ 268,801,564	$ 269,061,772	$ 263,328,229	$ 257,607,406	$ 205,549,570	$ 202,116,859	$ 188,592,626
Dedicated taxes	72,980,575	74,448,131	71,974,923	64,790,890	63,702,752	64,423,525	55,888,291	54,651,071	55,420,078	56,022,022
Two-mill tax	136	126	2,640	396	284	701	35	553	2,735	7,526
Interest on investments	5,050,772	6,800,686	9,649,785	3,353,769	1,423,215	527,381	1,610,012	3,788,898	4,273,821	4,667,470
Contributions from local governments	23,076,969	21,363,279	21,933,185	20,507,688	6,996,364	6,657,172	35,839,141	-	-	-
Other revenues	25,973,092	5,696,466	21,216,915	5,216,985	6,296,270	5,087,365	5,994,814	6,360,549	4,045,543	4,667,168
	$ 402,472,226	$ 375,919,264	$ 398,614,787	$ 362,671,292	$ 347,480,657	$ 340,024,373	$ 356,939,699	$ 270,350,641	$ 265,859,036	$ 253,956,812

Expenses	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Personnel services	$ 116,403,481	$ 113,051,998	$ 113,483,349	$ 116,428,601	$ 111,455,664	$ 116,727,875	$ 112,931,852	$ 107,582,424	$ 85,643,784	$ 88,422,754
Services and utilities	88,501,410	71,792,670	80,619,672	71,728,674	63,288,890	54,333,467	49,172,289	51,770,073	56,047,431	48,095,715
Materials and supplies	51,101,777	58,452,781	49,615,032	37,036,085	40,659,762	32,671,603	36,514,199	58,214,032	54,170,680	29,354,674
Depreciation and amortization	73,776,459	64,322,941	65,081,781	65,724,568	64,250,898	55,037,867	64,156,230	63,501,190	59,450,076	52,060,674
Provision for doubtful accounts	7,003,664	3,514,005	10,594,286	27,024,356	28,278,609	26,960,777	33,306,195	20,942,217	14,326,711	3,413,404
Other non-operating expense	-	-	15,000,000	-	-	-	-	-	-	-
Provision for claims	2,335,904	14,427,312	4,868,079	3,993,957	3,127,462	3,063,073	2,069,360	(7,202,684)	45,272,821	6,450,805
Bond issuance costs	-	521,897	163,442	456,865	3,492,598	886,582	127,550	-	-	-
Interest	18,953,989	18,473,546	21,202,143	19,938,792	10,399,571	(609,845)	228,235	3,204,239	3,537,336	32,471
	$ 358,076,684	$ 344,557,150	$ 360,627,784	$ 342,331,898	$ 324,953,454	$ 289,071,399	$ 298,505,910	$ 298,011,491	$ 318,448,839	$ 227,830,497

Source: Sewerage and Water Board of New Orleans.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
Last Ten Fiscal Years
(Unaudited - amounts in thousands)

Fiscal Year (+)	Net Assessed Value: Real Estate	Net Assessed Value: Personal Property	Total Net Assessed Value	Total Estimated Actual Value	Ratio of Total Net Assessed to Total Estimated Actual Value
2016	$ 3,376,001	$ 456,454	$ 3,832,455	$ 30,873,272	12.4%
2017	3,481,746	471,986	3,953,732	35,475,355	11.1%
2018	3,592,392	497,655	4,090,047	35,475,355	11.5%
2019	3,647,819	527,777	4,175,596	41,168,223	10.1%
2020	4,187,933	543,771	4,731,704	41,168,223	11.5%
2021	4,044,353	543,126	4,587,479	46,581,140	9.8%
2022	4,021,789	541,744	4,563,533	45,674,993	10.0%
2023	4,430,132	639,984	5,070,115	45,619,104	11.1%
2024	4,879,692	720,489	5,600,181	49,768,960	11.3%
2025	4,900,996	744,186	5,645,182	55,944,073	10.1%

Source:
(+) Louisiana Tax Commission Annual Reports, City of New Orleans

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	City of New Orleans	Orleans Levee District Eastbank	Algiers Levee District	Sewerage and Water Board**	Orleans Parish School Board	Audubon Park & Zoo	(+) Total
2016	74.45	12.28	6.21	16.43**	45.31	3.31	145.71
2017	60.98	12.28	12.56	16.43**	45.31	3.31	134.44
2018	60.98	12.28	12.56	16.43**	45.31	3.31	134.44
2019	60.98	12.28	12.56	16.43**	45.31	3.31	134.44
2020	70.71	11.18	12.26	16.43**	45.31	1.95	141.41
2021	69.28	11.18	12.26	16.43**	45.31	1.95	139.98
2022	66.04	11.18	12.26	16.43**	45.31	1.95	136.74
2023	66.04	12.28	12.26	16.43**	45.31	1.95	137.84
2024	66.04	12.28	12.26	16.43**	45.31	1.95	137.84
2025	55.53	10.79	10.81	16.43**	45.31	1.71	124.15

Source: City of New Orleans

(+) Total excludes Sewerage and Water Board of New Orleans

**3 mills adopted in 1967 expires in 2046

**6 mills adopted in 1978 expires in 2027

**9 mills adopted in 1982 expires in 2031

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
TEN LARGEST TAXPAYERS
December 31, 2025 and Nine Years Ago
(Amount in thousands)
(Unaudited)

Name of Taxpayer	Type of Business	2025 Assessed Value	Percentage of Total Assessed Value
Entergy	Electric and gas utilities	$ 128,548	2.3%
Capital One Bank	Financial Institution	77,054	1.4%
Folger Coffee	Coffee Roasting Plant	64,899	1.2%
Harrah's	Hospitality & Gaming	36,276	0.7%
JPMorgan Chase	Financial Institution	33,687	0.6%
Hancock Whitney Bank	Financial Institution	30,110	0.5%
Marriott Hotel	Hospitality	27,649	0.5%
International Rivercenter	Real Estate	27,246	0.5%
Sheraton Hotel	Hospitality	19,651	0.4%
CW NOLA Properties	Real Estate	12,630	0.2%
		$ 457,750	8.3%

Name of Taxpayer	Type of Business	2015 (*) Assessed Value	Percentage of Total Assessed Value
Entergy Service	Electric and gas utilities	$ 101,230	3.0%
Capital One Bank	Financial Institution	57,188	1.7%
Marriott Hotel Properties	Hospitality	41,292	1.2%
BellSouth	Telephone utilities	37,998	1.1%
Harrah's Entertainment	Hospitality & Gaming	29,004	0.9%
JP Morgan Chase Bank	Financial Institution	20,119	0.6%
International Rivercenter	Real Estate	18,886	0.6%
Royal Sonesta Hotel	Hospitality	18,445	0.6%
Sheraton	Hospitality	18,041	0.5%
Folgers Coffee	Coffee Roasting Plant	17,982	0.5%
		$ 360,185	10.8%

(*) Data for 2016 is not available

Source: City of New Orleans Department of Finance Bureau of the Treasury

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
PROPERTY TAX
LEVIES AND COLLECTIONS BY THE CITY OF NEW ORLEANS Last
Ten Fiscal Years
(Unaudited - Amounts in Thousands)

Fiscal Year	Total Levied (1)	Collected within Fiscal year of the Levy (1)		Collections in Subsequent Years (1)	Total Collections to Date (1)	
		Amount	Percent	Amount	Amount	Percentage of Levy
Real Estate Taxes:						
2016	$ 457,800	$ 442,153	96.58%	$ 13,536	$ 455,689	99.54%
2017	480,924	458,767	95.39%	19,848	478,615	99.52%
2018	497,718	469,414	94.31%	25,846	495,260	99.51%
2019	496,197	456,347	91.97%	38,344	494,691	99.70%
2020	551,514	527,205	95.59%	22,114	549,319	99.60%
2021	543,383	520,864	95.86%	5,290	526,154	96.83%
2022	520,272	520,272	100.00%	17,809	515,998	99.18%
2023	604,693	604,693	100.00%	(47,120)	557,573	92.21%
2024	643,727	586,438	91.10%	27,386	586,438	91.10%
2025	639,421	605,221	94.65%	-	605,221	94.65%
Personal Property Taxes						
2016	$ 92,428	$ 88,797	96.07%	$ 1,513	$ 90,310	97.71%
2017	96,441	92,123	95.52%	1,236	93,359	96.80%
2018	101,280	100,453	99.18%	(3,534)	96,919	95.69%
2019	103,260	94,891	91.89%	3,748	98,639	95.52%
2020	100,865	91,272	90.49%	4,211	95,483	94.66%
2021	92,191	80,441	87.25%	11,749	92,190	100.00%
2022	96,762	84,191	87.01%	3,740	87,931	90.87%
2023	116,856	116,856	100.00%	(22,267)	94,589	80.94%
2024	116,788	99,764	85.42%	1,564	101,328	86.76%
2025	121,764	99,579	81.78%	-	99,579	81.78%

Source: City of New Orleans

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
WATER AND SEWER RATES
December 31, 2025
Last Ten Fiscal Years
(Unaudited)

	Water					Sewer	
		Rate per 1,000 Gallons					
Year	Monthly Base Rate	First 3000 3,000 Gallons	Next 17,000 Gallons	Next 980,000 Gallons	All Gallons Over 1,000,000	Monthly Base Rate	Rate per 1,000 Gallons
2016	$5.94	$3.95	$6.74	$5.30	$4.44	$16.98	$5.91
2017	6.53	4.35	7.41	5.83	4.88	18.68	6.50
2018	7.18	4.79	8.15	6.41	5.37	20.55	7.15
2019	7.90	5.27	8.97	7.05	5.91	22.61	7.87
2020	8.69	5.80	9.87	7.76	6.50	24.87	8.66
2021	8.69	5.80	9.87	7.76	6.50	24.87	8.66
2022	8.69	5.80	9.87	7.76	6.50	24.87	8.66
2023	8.69	5.80	9.87	7.76	6.50	24.87	8.66
2024	8.69	5.80	9.87	7.76	6.50	24.87	8.66
2025	8.69	5.80	9.87	7.76	6.50	24.87	8.66

Note: Rates are based on 5/8" meter, which is the standard household meter size

Source: Sewerage and Water Board of New Orleans

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
RATIOS OF OUTSTANDING DEBT BY TYPE
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Personal Income (1) (in thousands)	Population (2)	Revenue Bonds	Revenue Bonds Premium (Discount)	Special Tax Bonds	WIFIA Loan	Debt Service Assistance Fund Loan	Subscrption Basis Technology (SBITA)	Lease Liability	Southeast Louisiana Project Liability	Total Debt	Percentage of Personal Income	Debt per Capita
2016	$ 14,094,612	391,977	$ 488,835,158	$ -	$ 11,100,000	$ -	$ 57,230,725	$ -	$ -	$ 163,995,508	$ 721,161,391	5.12%	$ 1,840
2017	14,094,612	391,538	488,835,158	-	9,410,000	-	52,604,006	-	-	201,926,585	752,775,749	5.34%	1,923
2018	14,094,612	391,006	451,932,050	-	7,665,000	-	47,756,909	-	-	227,139,545	734,493,504	5.21%	1,878
2019	14,094,612	390,144	399,257,550	-	5,850,000	-	42,695,640	-	-	250,343,870	698,147,060	4.95%	1,789
2020	14,094,612	390,144	505,107,884	-	3,955,000	-	40,039,087	-	-	209,254,735	758,356,706	5.38%	1,944
2021	14,968,647	383,575	531,758,364	-	2,000,000	936,848	37,265,290	-	-	206,690,029	778,650,531	5.20%	2,030
2022	12,584,777	369,749	513,693,742	-	45,000,000	1,053,179	34,362,788	-	-	217,228,982	811,338,691	6.45%	2,194
2023	14,678,296	371,038	484,304,963	15,558,827	36,690,000	1,053,179	31,331,363	-	-	215,257,520	784,195,852	5.34%	2,114
2024	14,455,471	364,136	477,327,835	14,435,854	28,050,000	72,399,982	28,147,507	1,937,558	1,425,678	226,610,705	850,335,119	5.88%	2,335
2025	14,725,906	383,997	470,349,276	13,321,035	19,065,000	165,809,696	21,496,373	1,751,042	1,804,879	116,392,770	809,990,071	5.50%	2,109

(1) Source: Bureau of Economic Analysis
(2) Source: www.census.gov/popest

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
COMPUTATION OF DIRECT AND OVERLAPPING DEBT December 31, 2025
(Unaudited)

	Net Outstanding Debt	Percentage Overlapping	Overlapping Debt
Direct debt:			
Sewerage and Water Board, net of debt service funds (tax bonds only)	$ 28,050,000	100%	$ 28,050,000
Overlapping debt:			
City of New Orleans	703,290,000	100%	703,290,000
Audubon Park Commission	39,965,000	100%	39,965,000
Total overlapping debt	743,255,000	100%	743,255,000
Total direct and overlapping debt	$ 771,305,000	100%	$ 771,305,000

Source: Sewerage and Water Board of New Orleans

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
REVENUE BONDS DEBT SERVICE COVERAGE
WATER REVENUE BONDS
Last Ten Fiscal Years
(Unaudited)

Fiscal Year		Revenue for Debt Service Coverage (3)	Direct Operating Expenses (2)	Net Revenue Available for Debt Services	Debt Service Requirements: Principal	Debt Service Requirements: Interest	Debt Service Requirements: Total	Coverage
2016		$ 88,366,278	$ 75,002,591	$ 13,363,687	$ 325,000	$ 7,646,525	$ 7,971,525	1.68
2017		94,657,534	77,838,026	16,819,508	2,540,000	10,100,550	12,640,550	1.33
2018		103,514,199	80,839,797	22,674,402	3,360,000	9,973,550	13,333,550	1.70
2019		124,155,676	82,505,413	41,650,263	3,575,000	9,819,550	13,394,550	3.11
2020		127,013,325	89,325,205	37,688,120	3,825,000	9,648,550	13,473,550	2.80
2021		123,268,185	87,175,236	36,092,949	-	4,856,418	4,856,418	7.43
2022		130,347,458	97,938,809	32,408,649	6,695,000	6,041,714	12,736,714	2.54
2023		140,647,334	91,062,354	49,584,980	6,900,000	5,840,989	12,740,989	3.89
2024		130,008,171	98,470,841	31,537,330	7,130,000	5,610,045	12,740,045	2.48
2025	(1)	153,231,429	94,613,583	58,617,846	7,375,000	5,363,660	12,738,660	4.60

(1) See Note 15 to the financial statements

(2) Total operating expenses less depreciation, change in total OPEB liability, net pension liability and related amortization of deferred inflows and outflows of resources

(3) Revenue for debt service coverage includes operating revenues, interest income, and grants and contributions from other governments, excluding contributions in aid of construction.

Source: Sewerage and Water Board of New Orleans

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
REVENUE BONDS DEBT SERVICE COVERAGE
SEWER REVENUE BONDS
Last Ten Fiscal Years
(Unaudited)

Fiscal Year		Revenue for Debt Service Coverage (3)	Direct Operating Expenses (2)	Net Revenue Available for Debt Services	Debt Service Requirements Principal	Interest	Total	Coverage
2016		$ 108,241,219	$ 57,142,277	$ 51,098,942	$ 12,852,000	$ 10,463,838	$ 23,315,838	2.19
2017		114,318,485	64,686,410	49,632,075	13,392,000	11,413,498	24,805,498	2.00
2018		118,029,837	81,270,955	36,758,882	12,356,000	10,783,057	23,139,057	1.59
2019		155,359,848	78,709,343	76,650,505	11,510,000	10,203,963	21,713,963	3.53
2020		147,917,823	87,958,052	59,959,771	12,099,000	9,705,711	21,804,711	2.75
2021		153,227,165	98,753,223	54,473,942	443,000	7,762,137	21,804,711	2.50
2022		159,908,658	99,490,166	60,418,492	14,448,000	8,589,073	8,205,137	7.36
2023		160,540,438	107,620,260	52,920,178	12,171,000	8,163,682	23,037,073	2.30
2024		162,206,197	102,541,749	59,664,448	12,738,000	8,248,002	21,767,149	2.74
2025	(1)	167,196,516	103,764,135	63,432,381	9,560,000	8,904,329	18,464,329	3.44

(1) See Note 15 to the financial statements

(2) Total operating expenses less depreciation, change in total OPEB liability, net pension liability and related amortization of deferred inflows and outflows of resources

(3) Revenue for debt service coverage includes operating revenues, interest income, and grants and contributions from other governments, excluding contributions in aid of construction.

Source: Sewerage and Water Board of New Orleans

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
WATER SYSTEM UNRESTRICTED CASH AND CASH EQUIVALENTS
DAYS OF OPERATING AND MAINTENANCE EXPENSE AT YEAR END
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Cash Balance (*)	One Day O&M	Measurement
2016	$ 38,383,800	$ 205,487	187
2017	29,823,726	213,255	140
2018	38,771,396	221,479	175
2019	33,211,223	226,042	147
2020	33,988,702	244,727	139
2021	30,934,570	238,836	130
2022	52,878,708	368,326	197
2023	58,736,255	249,486	235
2024	49,545,239	269,783	184
2025	32,594,849	259,215	126

* The cash balances includes customer deposits.

Source: Sewerage and Water Board of New Orleans

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
SEWER SYSTEM UNRESTRICTED CASH AND CASH EQUIVALENTS
DAYS OF OPERATING AND MAINTENANCE EXPENSE AT YEAR END
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Cash Balance	One Day O&M	Measurement
2016	$ 62,584,566	$ 156,554	400
2017	52,923,266	177,223	299
2018	30,935,972	222,660	139
2019	32,694,605	215,642	152
2020	45,823,728	240,981	190
2021	51,163,649	270,557	189
2022	60,487,253	274,807	220
2023	79,632,852	301,698	264
2024	73,973,596	280,936	263
2025	48,998,422	284,285	172

Source: Sewerage and Water Board of New Orleans

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
DEMOGRAPHIC STATISTICS
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Population(1)	Personal Income(2) (in thousands)	Per Capita Personal Income	Unemployment Rate (3)
2016	391,977	$ 14,094,612	$ 35,958	5.40%
2017	391,538	14,094,612	35,998	5.41%
2018	391,006	14,094,612	36,047	3.09%
2019	390,144	14,094,612	36,127	4.50%
2020	390,144	14,094,612	36,127	8.70%
2021	383,575	14,191,488	36,998	6.20%
2022	369,749	12,584,777	34,036	3.20%
2023	371,038	13,522,851	36,446	3.80%
2024	364,136	13,331,291	36,611	4.10%
2025	383,997	13,247,283	34,498	4.30%

(1) www.census.gov/popest.
(2) Estimates- Bureau of Economic Analysis
(3) U.S. Bureau of Labor Statistics.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
NEW ORLEANS AREA PRINCIPAL EMPLOYERS
Last Ten Fiscal Years
(Unaudited)

Rank / Number of Employees

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Acme Truck Line Inc.	10 / 3,100	10 / 3,100	10 / 3,100							
Archdiocese of New Orleans							5 / 5,000	5 / 5,000	5 / 5,000	6 / 5,000
Catholic Charities Archdiocese of New Orleans				7 / 5,000	8 / 5,000					
Dynamics Industries							9 / 3,000	9 / 3,000	9 / 3,000	10 / 3,000
Entergy				3 / 13,504	3 / 13,504	1 / 13,504	3 / 13,504	3 / 13,504	3 / 13,504	4 / 13,504
Hilton Hotel & Resorts	4 / 5,000	4 / 5,000	4 / 5,000	2 / 16,380	2 / 16,380					
HRI Properties							10 / 3,000	10 / 3,000	10 / 3,000	11 / 3,000
Ingalls Shipbuilding	3 / 6,000	3 / 6,000	3 / 6,000							
Louisiana Children's Medical Center	7 / 4,500	7 / 4,500	7 / 4,500	4 / 6,100	6 / 6,100	4 / 6,100				
LSU Health Sciences Center New Orleans	2 / 7,000	2 / 7,000	2 / 7,000	8 / 4,570		7 / 4,750	6 / 4,750	6 / 4,750	6 / 4,750	7 / 4,750
LSU Public Hospital	5 / 5,000	5 / 5,000	5 / 5,000							
Morgan & Company							1/60,348	1/60,348	1/60,348	1/60,349
New Orleans Police Department Employees Credit Union						10 / 3,000				
Ochsner Medical Institutions / Health System	1 / 9,800	1 / 9,800	1 / 9,800	1 / 19,000	1 / 30,000		2 / 32,000	2 / 32,000	2 / 32,000	3 / 32,000
OPSB Charters							4 / 7,500	4 / 7,500	4 / 7,500	5 / 7,500
Republic National Distributing					10 / 3,464	9 / 3,464				
St. Christopher the Martyr Catholic Church						6 / 5,000				
Stewart Enterprises				9 / 4,250	7 / 5,400	5 / 5,400				
Tidewater				6 / 5,510	4 / 6,550	2 / 6,550				
Tulane University	6 / 4,700	6 / 4,700	6 / 4,700	5 / 6,030	5 / 6,250	3 / 6,250	7 / 3,500	7 / 3,500	8 / 3,500	8 / 3,500
University of New Orleans	9 / 3,100	9 / 3,100	9 / 3,100							
US Post Office	8 / 4,000	8 / 4,000	8 / 4,000							
Weiser Security Services				10 / 3,500	9 / 3,500	8 / 3,500	8 / 3,500	8 / 3,500	7 / 3,500	7 / 3,500

Source: Zippia, the Career Expert. (www.zippia.com). Employers with principal offices located in the New Orleans metropolitan area

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
CAPITAL EXPENDITURES BY DEPARTMENT
ENTERPRISE FUND
Last Ten Fiscal Years
(Unaudited)

Year	Water	Sewer	Drainage	Total
2016	$ 46,106,462	$ 48,975,578	$ 167,051,515	$ 262,133,555
2017	89,887,813	85,066,607	151,533,673	326,488,093
2018	72,486,981	66,802,398	108,035,976	247,325,355
2019	51,750,024	35,889,255	84,555,316	172,194,595
2020	58,425,367	43,321,073	103,848,810	205,595,250
2021	83,990,523	55,055,776	41,375,032	180,421,331
2022	78,661,531	66,390,823	91,019,123	236,071,477
2023	98,258,982	92,717,411	73,537,790	264,514,183
2024	86,161,015	144,863,076	121,086,593	352,110,684
2025	78,417,871	139,755,113	77,719,718	295,892,702

Source: Sewerage and Water Board of New Orleans

SEWERAGE & WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF FUTURE DEBT PAYMENTS
DECEMBER 31, 2025
(Unaudited)

		Water Revenue Bonds					
		Series 2014	Series 2015	Series 2021	Series 2024A	Series 2025	Total
2026	Principal	$ 2,585,000	$ 2,490,000	$ 2,565,000	$ -	$ -	$ 7,640,000
	Interest	129,250	392,750	4,578,117	-	-	5,100,117
2027	Principal	-	2,615,000	5,300,000	258,216	38,961	8,212,177
	Interest	-	268,250	4,552,261	-	-	4,820,511
2028	Principal	-	2,750,000	5,370,000	-	-	8,120,000
	Interest	-	137,500	4,485,534	-	-	4,623,034
2029	Principal	-	-	8,330,000	-	-	8,330,000
	Interest	-	-	4,407,186	-	-	4,407,186
2030	Principal	-	-	8,475,000	-	-	8,475,000
	Interest	-	-	4,266,332	-	-	4,266,332
2031	Principal	-	-	8,630,000	-	-	8,630,000
	Interest	-	-	4,110,301	-	-	4,110,301
2032	Principal	-	-	8,800,000	-	-	8,800,000
	Interest	-	-	3,942,793	-	-	3,942,793
2033	Principal	-	-	8,980,000	-	-	8,980,000
	Interest	-	-	3,763,185	-	-	3,763,185
2034	Principal	-	-	9,170,000	-	-	9,170,000
	Interest	-	-	3,570,923	-	-	3,570,923
2035	Principal	-	-	9,375,000	-	-	9,375,000
	Interest	-	-	3,365,423	-	-	3,365,423
2036	Principal	-	-	9,590,000	-	-	9,590,000
	Interest	-	-	3,150,642	-	-	3,150,642
2037	Principal	-	-	9,810,000	-	-	9,810,000
	Interest	-	-	2,926,140	-	-	2,926,140
2038	Principal	-	-	10,095,000	-	-	10,095,000
	Interest	-	-	2,642,729	-	-	2,642,729
2039	Principal	-	-	10,380,000	-	-	10,380,000
	Interest	-	-	2,351,085	-	-	2,351,085
2040	Principal	-	-	10,675,000	-	-	10,675,000
	Interest	-	-	2,051,207	-	-	2,051,207
2041	Principal	-	-	10,990,000	-	-	10,990,000
	Interest	-	-	1,742,806	-	-	1,742,806
2042	Principal	-	-	11,305,000	-	-	11,305,000
	Interest	-	-	1,425,305	-	-	1,425,305
2043	Principal	-	-	11,645,000	-	-	11,645,000
	Interest	-	-	1,087,398	-	-	1,087,398
2044	Principal	-	-	11,995,000	-	-	11,995,000
	Interest	-	-	739,329	-	-	739,329
2045	Principal	-	-	12,740,000	-	-	12,740,000
	Interest	-	-	380,799	-	-	380,799
Total Principal		2,585,000	7,855,000	184,220,000	258,216	38,961	194,957,177
Total Interest		129,250	798,500	59,539,495	-	-	60,467,245
Total Future Payments		$ 2,714,250	$ 8,653,500	$ 243,759,495	$ 258,216	$ 38,961	$ 255,424,422

Source: Sewerage and Water Board of New Orleans

SEWERAGE & WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF FUTURE DEBT PAYMENTS
DECEMBER 31, 2025
(Unaudited)

		Sewer Revenue Bonds									
		Series 2011	Series 2015	Series 2019	Series 2020B	Series 2021	Series 2022	Series 2023	Series 2024A	Series 2024B	Total
2026	Principal	$ 464,000	$ 2,235,000	$ 474,000	$ 2,000,000	$ 4,425,000	$ 517,000	$ 411,000	$ -	$ 205,000	$ 10,731,000
	Interest	31,768	173,375	52,361	2,899,900	4,052,886	90,458	130,613	1,235	39,617	7,472,213
2027	Principal	469,000	2,350,000	478,000	2,580,000	4,470,000	522,000	1,466,000	170,300	207,000	12,712,300
	Interest	27,360	58,750	47,839	2,785,400	4,004,669	85,523	121,697	-	37,661	7,168,899
2028	Principal	473,000	-	483,000	2,590,000	6,955,000	527,000	1,480,000	-	209,000	12,717,000
	Interest	22,905	-	43,274	2,656,150	3,928,650	80,540	107,703	-	35,684	6,874,906
2029	Principal	478,000	-	488,000	2,600,000	7,065,000	532,000	1,494,000	-	211,000	12,868,000
	Interest	18,411	-	38,662	2,526,400	3,821,683	75,510	93,577	-	33,689	6,607,932
2030	Principal	482,000	-	492,000	2,610,000	7,185,000	536,000	1,508,000	-	213,000	13,026,000
	Interest	13,870	-	34,007	2,396,150	3,699,373	70,437	79,317	-	31,675	6,324,829
2031	Principal	487,000	-	497,000	2,620,000	7,325,000	542,000	1,523,000	-	215,000	13,209,000
	Interest	9,291	-	29,309	2,265,400	3,565,774	65,317	64,920	-	29,642	6,029,653
2032	Principal	491,000	-	502,000	2,635,000	7,465,000	547,000	1,537,000	-	217,000	13,394,000
	Interest	4,665	-	24,564	2,134,025	3,422,202	60,144	50,385	-	27,590	5,723,575
2033	Principal	-	-	506,000	2,645,000	8,120,000	552,000	1,552,000	-	219,000	13,594,000
	Interest	-	-	19,776	2,002,025	3,262,993	54,924	35,712	-	25,519	5,400,949
2034	Principal	-	-	511,000	2,660,000	8,290,000	557,000	1,566,000	-	221,000	13,805,000
	Interest	-	-	14,945	1,869,400	3,087,282	49,656	20,902	-	23,429	5,065,614
2035	Principal	-	-	516,000	2,660,000	8,480,000	563,000	1,417,199	-	223,000	13,859,199
	Interest	-	-	10,067	1,749,700	2,901,446	44,336	10,271	-	21,320	4,737,140
2036	Principal	-	-	521,000	2,650,000	8,675,000	568,000	-	-	226,000	12,640,000
	Interest	-	-	5,141	1,643,500	2,707,056	38,964	-	-	19,188	4,413,849
2037	Principal	-	-	280,688	2,635,000	8,900,000	573,000	-	-	228,000	12,616,688
	Interest	-	-	1,333	1,537,800	2,481,348	33,544	-	-	17,031	4,071,056
2038	Principal	-	-	-	2,620,000	9,150,000	579,000	-	-	230,000	12,579,000
	Interest	-	-	-	1,432,700	2,225,128	28,072	-	-	14,856	3,700,756
2039	Principal	-	-	-	2,605,000	9,415,000	584,000	-	-	232,000	12,836,000
	Interest	-	-	-	1,328,200	1,961,598	22,548	-	-	12,661	3,325,007
2040	Principal	-	-	-	2,590,000	9,685,000	590,000	-	-	234,000	13,099,000
	Interest	-	-	-	1,224,300	1,690,474	16,971	-	-	10,448	2,942,193
2041	Principal	-	-	-	2,585,000	9,965,000	595,000	-	-	236,000	13,381,000
	Interest	-	-	-	1,107,875	1,411,542	11,342	-	-	8,215	2,538,974
2042	Principal	-	-	-	2,600,000	10,260,000	601,000	-	-	239,000	13,700,000
	Interest	-	-	-	978,250	1,119,318	5,661	-	-	5,959	2,109,188
2043	Principal	-	-	-	2,610,000	10,565,000	295,436	-	-	241,000	13,711,436
	Interest	-	-	-	848,000	813,295	1,403	-	-	3,679	1,666,377
2044	Principal	-	-	-	2,620,000	10,880,000		-	-	243,000	13,743,000
	Interest	-	-	-	717,250	498,161		-	-	1,380	1,216,791
2045	Principal	-	-	-	2,635,000	11,510,000		-	-	25,476	14,170,476
	Interest	-	-	-	585,875	169,139		-	-	226	755,240
2046	Principal	-	-	-	2,630,000			-	-	-	2,630,000
	Interest	-	-	-	467,400			-	-	-	467,400
2047	Principal	-	-	-	2,615,000			-	-	-	2,615,000
	Interest	-	-	-	362,500			-	-	-	362,500
2048	Principal	-	-	-	2,600,000			-	-	-	2,600,000
	Interest	-	-	-	258,200			-	-	-	258,200
2049	Principal	-	-	-	2,585,000			-	-	-	2,585,000
	Interest	-	-	-	154,500			-	-	-	154,500
2050	Principal	-	-	-	2,570,000			-	-	-	2,570,000
	Interest	-	-	-	51,400			-	-	-	51,400
Total Principal		3,344,000	4,585,000	5,748,688	64,750,000	168,785,000	9,780,436	13,954,199	170,300	4,274,476	275,392,099
Total Interest		128,270	232,125	321,278	35,982,300	50,824,017	835,350	715,097	1,235	399,469	89,439,141
Total Future Payments		$ 3,472,270	$ 4,817,125	$ 6,069,966	$ 100,732,300	$ 219,609,017	$ 10,615,786	$ 14,669,296	$ 171,535	$ 4,673,945	$ 364,831,240

Source: Sewerage and Water Board of New Orleans

SEWERAGE & WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF FUTURE DEBT PAYMENTS
DECEMBER 31, 2025
(Unaudited)

		Drainage Special Tax Bonds	
		Series 2022	Total
2026	Principal	$ 9,345,000	$ 9,345,000
	Interest	766,413	766,413
2027	Principal	9,720,000	9,720,000
	Interest	390,744	390,744
Total Principal		19,065,000	19,065,000
Total Interest		1,157,157	1,157,157
Total Future Payments		$ 20,222,157	$ 20,222,157

Source: Sewerage and Water Board of New Orleans

SEWERAGE & WATER BOARD OF NEW ORLEANS, LOUISIANA
SCHEDULE OF FUTURE DEBT PAYMENTS
DECEMBER 31, 2025
(Unaudited)

		Total Bonds - All Departments			
		Water	**Sewer**	**Drainage**	**Total**
2026	Principal	7,640,000	10,731,000	9,345,000	27,716,000
	Interest	5,100,117	7,472,213	766,413	13,338,743
2027	Principal	8,212,177	12,712,300	9,720,000	30,644,477
	Interest	4,820,511	7,168,899	390,744	12,380,154
2028	Principal	8,120,000	12,717,000	-	20,837,000
	Interest	4,623,034	6,874,906	-	11,497,940
2029	Principal	8,330,000	12,868,000	-	21,198,000
	Interest	4,407,186	6,607,932	-	11,015,118
2030	Principal	8,475,000	13,026,000	-	21,501,000
	Interest	4,266,332	6,324,829	-	10,591,161
2031	Principal	8,630,000	13,209,000	-	21,839,000
	Interest	4,110,301	6,029,653	-	10,139,954
2032	Principal	8,800,000	13,394,000	-	22,194,000
	Interest	3,942,793	5,723,575	-	9,666,368
2033	Principal	8,980,000	13,594,000	-	22,574,000
	Interest	3,763,185	5,400,949	-	9,164,134
2034	Principal	9,170,000	13,805,000	-	22,975,000
	Interest	3,570,923	5,065,614	-	8,636,537
2035	Principal	9,375,000	13,859,199	-	23,234,199
	Interest	3,365,423	4,737,140	-	8,102,563
2036	Principal	9,590,000	12,640,000	-	22,230,000
	Interest	3,150,642	4,413,849	-	7,564,491
2037	Principal	9,810,000	12,616,688	-	22,426,688
	Interest	2,926,140	4,071,056	-	6,997,196
2038	Principal	10,095,000	12,579,000	-	22,674,000
	Interest	2,642,729	3,700,756	-	6,343,485
2039	Principal	10,380,000	12,836,000	-	23,216,000
	Interest	2,351,085	3,325,007	-	5,676,092
2040	Principal	10,675,000	13,099,000	-	23,774,000
	Interest	2,051,207	2,942,193	-	4,993,400
2041	Principal	10,990,000	13,381,000	-	24,371,000
	Interest	1,742,806	2,538,974	-	4,281,780
2042	Principal	11,305,000	13,700,000	-	25,005,000
	Interest	1,425,305	2,109,188	-	3,534,493
2043	Principal	11,645,000	13,711,436	-	25,356,436
	Interest	1,087,398	1,666,377	-	2,753,775
2044	Principal	11,995,000	13,743,000	-	25,738,000
	Interest	739,329	1,216,791	-	1,956,120
2045	Principal	12,740,000	14,170,476	-	26,910,476
	Interest	380,799	755,240	-	1,136,039
2046	Principal	-	2,630,000	-	2,630,000
	Interest	-	467,400	-	467,400
2047	Principal	-	2,615,000	-	2,615,000
	Interest	-	362,500	-	362,500
2048	Principal	-	2,600,000	-	2,600,000
	Interest	-	258,200	-	258,200
2049	Principal	-	2,585,000	-	2,585,000
	Interest	-	154,500	-	154,500
2050	Principal	-	2,570,000	-	2,570,000
	Interest	-	51,400	-	51,400
Total Principal		194,957,177	275,392,099	19,065,000	489,414,276
Total Interest		60,467,245	89,439,141	1,157,157	151,063,543
Total Future Payments		$ 255,424,422	$ 364,831,240	$ 20,222,157	$ 640,477,819

Source: Sewerage and Water Board of New Orleans

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
CAPITAL ASSET STATISTICS BY FUNCTION
Last Ten Fiscal Years
(Unaudited)

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Water:										
Water Lines [miles]	1,823	1,826	1,834	1,835	1,835	1,835	1,538	1,565	1,565	1,565
Water Valves	29,831	29,940	29,990	30,453	30,638	30,652	14,072	14,307	14,307	14,307
Fire Hydrants	23,146	23,214	23,264	23,264	23,624	23,624	15,342	15,396	15,396	15,396
Sewer:										
Sewer Lines [miles]	1,568	1,585	1,602	1,605	1,605	1,605	1,334	1,334	1,334	1,334
Sewer Force Mains							122	124	124	124
Sewer Manholes	23,115	23,158	23,208	23,229	23,229	23,234	29,018	29,104	29,104	29,104

Source: Sewerage and Water Board of New Orleans.

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA
NUMBER OF ACTIVE EMPLOYEES
Last Ten Fiscal Years
(Unaudited)

Year	Number of Active Employees
2025	1257
2024	1291
2023	1278
2022	1224
2021	1185
2020	1256
2019	1483
2018	1210
2017	1083
2016	1108

Source: Sewerage and Water Board of New Orleans

SUPPLEMENTAL SECTION

INFRASTRUCTURE RESILIENCY & RELIABILITY

We seek to improve the efficiency and resilience of current and future infrastructure by leveraging partnerships and innovative approaches to funding and sustainable design.

SEWERAGE AND WATER BOARD OF NEW ORLEANS
December 31, 2025
ACTUAL CAPITAL EXPENDITURES
(Unaudited)

WATER DEPARTMENT

C.P.#	WATERWORKS		
110	Normal Extension & Replacement	$	614,345
122	Sycamore and Claiborne Filter Rehabilitation		2,882,752
135	Prchs Ferric Sulfate strg tank		36,266
156	Advanced Water Treatment (Carrollton)		840,503
157	Advanced Water Treatment (Algiers)		502,536
175	Water Hurricane Recovery Bonds		6,948,432
	TOTAL WATERWORKS		11,824,834
	WATER DISTRIBUTION		
214	Normal Extension & Replacement		3,794,690
216	Water System Replacement Program		13,924
239	Mains DPW Contracts		1,101,446
	TOTAL WATER DISTRIBUTION		4,910,060
	POWER PROJECTS AND GENERAL BUDGET		
600	Water Share of Power Projects		10,703
800	Water Share of General Budget Items		26,727,313
	TOTAL POWER PROJECTS AND GENERAL BUDGET		26,738,016
	TOTAL WATER DEPARTMENT	$	43,472,910

This schedule represents shared services capital programs (CPs). These programs accumulated expenditures and when the job number is complete, it is placed into service. The notes to the financial statements reflect all systems - new assets placed in service and new construction in progress.

SEWERAGE AND WATER BOARD OF NEW ORLEANS
December 31, 2025
ACTUAL CAPITAL EXPENDITURES
(Unaudited)

SEWERAGE DEPARTMENT

C.P.#	SEWERAGE SYSTEM		
317	Ext & Replace - Gravity Mains EPA Consent Decree	$	98,382,671
318	Point Repairs Various Sites		3,876,694
339	Main in Streets Dept. Contracts		111,271
348	Normal Extensions & Replacements		2,449,409
381	Modification & Extension of WBSTP to 20/50 MGD		429,651
	TOTAL SEWERAGE SYSTEM		105,249,696
	POWER PROJECTS AND GENERAL BUDGET		
600	Sewerage Share of Power Projects		(5,134,103)
800	Sewerage Share of General Budget Items		28,639,122
	TOTAL POWER PROJECTS AND GENERAL BUDGET		23,505,019
	TOTAL SEWERAGE DEPARTMENT	$	128,754,715

This schedule represents shared services capital programs (CPs). These programs accumulated expenditures and when the job number is complete, it is placed into service. The notes to the financial statements reflect all systems - new assets placed in service and new construction in progress.

SEWERAGE AND WATER BOARD OF NEW ORLEANS
December 31, 2025
ACTUAL CAPITAL EXPENDITURES
(Unaudited)

DRAINAGE DEPARTMENT

C.P.#	CANALS		
417	SELA Project Design/Construction	$	155,530
439	Major Drainage Participation in DPW Projects		424,959
471	SELA Program Management		439,082
498	Dwyer Intake Canal (St. Charles Canal to Dwyer DPS)(SELA)		195,840
	TOTAL CANALS		1,215,411
	PUMPING STATIONS		
511	Normal Extension & Rep./Stations		1,771,809
580	Green Infrastructure Grant		48,250
	TOTAL PUMPING STATIONS		1,820,059
	POWER PROJECTS AND GENERAL BUDGET		
600	Drainage Share of Power Projects		48,186,001
800	Drainage Share of General Budget Items		8,819,640
	TOTAL POWER PROJECTS AND GENERAL BUDGET		57,005,641
	TOTAL DRAINAGE DEPARTMENT	$	60,041,111

This schedule represents shared services capital programs (CPs). These programs accumulated expenditures and when the job number is complete, it is placed into service. The notes to the financial statements reflect all systems - new assets placed in service and new construction in progress.

SEWERAGE AND WATER BOARD OF NEW ORLEANS
December 31, 2025
ACTUAL CAPITAL EXPENDITURES
(Unaudited)

POWER PROJECTS

C.P.#	POWER PROJECTS	Water	Sewerage	Drainage	Total
676	Modification to Power Generating System (HMGP)	$ (5,214,375)	$ (5,214,375)	$ 46,322,288	$ 35,893,539
677	Power Program - Non FEMA	10,703	80,271	1,863,713	1,954,687
	TOTAL POWER PROJECTS	$ (5,203,672)	$ (5,134,103)	$ 48,186,001	$ 37,848,226

This schedule represents shared services capital programs (CPs). These programs accumulated expenditures and when the job number is complete, it is placed into service. The notes to the financial statements reflect all systems - new assets placed in service and new construction in progress.

SEWERAGE AND WATER BOARD OF NEW ORLEANS
December 31, 2025
ACTUAL CAPITAL EXPENDITURES
(Unaudited)

GENERAL BUDGET ITEMS

C.P.#	General Budget Items	Water	Sewerage	Drainage	Total
807	Improvements to Central Yard, St. Joseph St. Headquarters	$ 179,059	$ 182,037	$ 179,059	$ 540,155
808	Improvements to Customer Service Satellite	70,848	72,995	70,848	214,692
810	Major Equipment Purchases	419,945	430,952	419,945	1,270,842
812	Information Technology Systems Development	1,201,120	1,216,753	1,202,700	3,620,573
820	Overhead Charged to Capital	6,637,888	9,530,907	4,363,429	20,532,225
824	Meter Boxes and Meter Parts	626,125	420,409	205,716	1,252,249
825	Automated Meter Infrastructure	16,631,884	16,631,881	-	33,263,765
826	West Power Complex	-	-	2,214,419	2,214,419
843	Minor Equipment Purchases	149,922	153,189	149,922	453,033
862	Purchase of Fire Hydrants and Related Parts	810,522	-	-	810,522
879	Green Infrastructure	-	-	13,600	13,600
	TOTAL GENERAL BUDGET ITEMS	$ 26,727,313	$ 28,639,122	$ 8,819,640	$ 64,186,076

This schedule represents shared services capital programs (CPs). These programs accumulated expenditures and when the job number is complete, it is placed into service. The notes to the financial statements reflect all systems - new assets placed in service and new construction in progress.

SEWERAGE AND WATER BOARD OF NEW ORLEANS
PAY WATER CONSUMPTION (IN GALLONS) - 2025
(Unaudited)

Month	Consumption
January	1,048,342,000
February	1,456,590,600
March	1,048,360,400
April	1,357,744,500
May	1,265,044,800
June	1,338,188,500
July	1,251,918,400
August	1,132,919,200
September	1,358,408,300
October	1,455,956,300
November	1,053,710,900
December	1,416,678,600
Total Customer Water Metered	15,183,862,500

SEWERAGE AND WATER BOARD OF NEW ORLEANS
MONTHLY WATER AND SEWERAGE CHARGES COLLECTED - 2025
December 31, 2025
(Unaudited)

MONTHLY WATER CHARGES COLLECTED - 2025

Months	Water Service Charges & Fees	Delinquent Fees	Total
January	$ 6,681,058	$ 240,308	$ 6,921,367
February	9,545,129	339,781	9,884,910
March	8,020,272	338,105	8,358,377
April	8,415,195	212,132	8,627,327
May	7,934,295	204,559	8,138,854
June	8,945,793	203,000	9,148,793
July	8,426,230	201,177	8,627,407
August	8,268,611	154,899	8,423,511
September	8,453,363	178,489	8,631,852
October	9,026,121	166,923	9,193,043
November	7,605,984	198,143	7,804,127
December	8,768,049	192,900	8,960,949
	$ 100,090,100	$ 2,630,415	$ 102,720,515

MONTHLY SEWERAGE CHARGES COLLECTED - 2025

Months	Sewerage Service Charges	Delinquent Fees	Total
January	$ 11,445,022	$ 289,840	$ 11,734,863
February	8,155,559	415,565	8,571,124
March	11,817,148	411,452	12,228,600
April	12,802,140	264,870	13,067,010
May	11,752,495	257,721	12,010,217
June	13,248,030	258,767	13,506,797
July	12,031,350	248,816	12,280,166
August	11,511,980	193,071	11,705,050
September	10,935,211	229,501	11,164,712
October	12,662,405	215,008	12,877,413
November	11,250,139	252,817	11,502,956
December	13,603,199	233,604	13,836,803
	$ 141,214,678	$ 3,271,032	$ 144,485,710

SEWERAGE AND WATER BOARD OF NEW ORLEANS
TABLES OF WATER PURIFICATION OPERATIONS AND WATER AND SEWERAGE DISTRIBUTION SYSTEMS - 2025
(Unaudited)

TABLE I

CARROLLTON TURBIDITIES

	River (NTU)					Effluent Settling Reservoirs (NTU)					Filters (NTU)				
	2021	2022	2023	2024	2025	2021	2022	2023	2024	2025	2021	2022	2023	2024	2025
Maximum	169	150	170	347	289	12	5.8	34	15	8.7	0.23	0.26	0.30	0.30	0.39
Minimum	8	6	4	4	3	0.9	0.7	0.7	0.7	1.0	0.03	0.04	0.04	0.05	0.05
Average	47	41	37	54	48	2.5	2.4	3.1	3.2	2.8	0.09	0.10	0.11	0.12	0.11

TABLE II

CARROLLTON ALKALINITIES
PARTS PER MILLION

	River					Effluent Settling Reservoirs					Filters				
	2021	2022	2023	2024	2025	2021	2022	2023	2024	2025	2021	2022	2023	2024	2025
Maximum	153	162	159	168	176	151	160	149	159	174	171	179	171	181	187
Minimum	85	82	79	82	68	72	70	66	71	57	95	100	87	95	81
Average	114	117	115	123	120	105	109	106	114	110	127	133	129	138	135

TABLE II A

CARROLLTON HARDNESS
PARTS PER MILLION

	NON-CARBONATE HARDNESS										TOTAL HARDNESS									
	RIVER					FILTERS					RIVER					FILTERS				
	2021	2022	2023	2024	2025	2021	2022	2023	2024	2025	2021	2022	2023	2024	2025	2021	2022	2023	2024	2025
Maximum	51	84	66	56	63	71	72	85	73	77	188	201	204	210	216	210	218	227	227	240
Minimum	10	3	0	0	4	17	2	3	10	2	110	100	95	101	153	130	125	106	132	114
Average	29	28	28	37	33	38	36	35	44	41	144	145	143	160	91	165	169	163	183	175

TABLE III

CARROLLTON BACTERIAL CHARACTERISTICS
TOTAL COLIFORM ANALYSIS

2025	River	Plant Tap	Distribution System
Maximum (Colonies / 100 ml)	24,000	61	54
Minimum (Colonies / 100 ml)	11	0	0
Average (colonies / 100 ml)	2,100	0	0
Number of Samples	237	365	2,545
Number of Samples Negative	0	347	2,491
Number of Samples Positive	237	18	54*

* None of these total coliform positive samples were *E. coli* positive, and none resulted in a violation of the Total Coliform Rule.

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE IV-A

PRINCIPLE RESULTS OF OPERATION OF THE G3 CONVENTIONAL UNIT AT THE CARROLLTON WATER PURIFICATION PLANT FOR THE YEAR ENDING: December 31, 2025 (Unaudited)

1	2	3	4	5	6	7	8	9	10	11
Month		Volume of Water Treated During Month (Millions of Gallons)	Volume of Water Treated (Millions of Gallons Per Day)	Total Pounds of Polymer Used During Month	Polymer (ppm)	Total Pounds of Pure Iron (Fe) Used During Month	Pure Iron (Fe) (ppm)	Turbidity of River Water (NTU)	Alkalinity of River Water (ppm as CaCO3)	Turbidity of Unit Effluent (NTU)
January	Max		110.21		5.92		6.72	152	126	6.4
	Min	2,888.67	84.50	119,850	4.44	135,129	4.95	4	88	1.8
	Avg		93.18		4.97		5.60	85	105	4.0
February	Max		98.63		5.68		6.45	227	128	5.0
	Min	2,569.92	84.96	112,843	4.83	127,809	5.46	42	76	1.9
	Avg		91.78		5.26		5.96	118	102	3.3
March	Max		94.04		5.73		6.28	128	110	5.1
	Min	2,679.42	73.25	114,263	4.87	128,934	5.43	42	68	1.0
	Avg		86.43		5.12		5.77	82	87	3.5
April	Max		99.83		5.51		6.10	289	126	4.2
	Min	2,576.00	73.96	109,686	4.78	123,800	5.50	39	80	1.6
	Avg		85.87		5.11		5.77	75	95	3.2
May	Max		90.38		5.51		6.24	113	120	5.3
	Min	2,566.33	75.04	109,363	4.61	123,926	5.20	24	88	1.4
	Avg		82.78		5.11		5.79	47	100	2.8
June	Max		91.67		5.57		6.31	180	123	6.5
	Min	2,557.96	79.04	109,196	4.62	123,684	5.22	12	95	1.6
	Avg		85.27		5.12		5.80	45	106	3.2
July	Max		96.04		5.42		6.13	62	129	7.0
	Min	2,684.83	76.29	113,507	4.69	128,534	5.29	18	100	2.2
	Avg		86.61		5.07		5.74	38	114	3.4
August	Max		96.83		5.57		6.31	139	156	7.7
	Min	1,631.04	35.13	69,442	4.84	78,656	5.48	13	125	3.2
	Avg		85.84		5.12		5.80	40	139	5.3
September	Max		0.00					26	176	
	Min	0.00	0.00					5	138	
	Avg		0.00					11	161	
October	Max		0.00					25	168	
	Min	0.00	0.00					7	139	
	Avg		0.00					12	153	
November	Max		0.00					30	158	
	Min	0.00	0.00					3	125	
	Avg		0.00					14	142	
December	Max		0.00					40	160	
	Min	0.00	0.00					5	118	
	Avg		0.00					14	139	
Annual	Total	20,154.17		858,151		970,472				
	Max	2,888.67	110.21	119,850	5.92	135,129	6.72	289	176	7.7
	Min	0.00	0.00	69,442	4.44	78,656	4.95	3	68	1.0
	Avg	1,679.51	87.25	107,269	5.11	121,309	5.77	48	120	3.5

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE IV-B

PRINCIPLE RESULTS OF OPERATION OF THE G4 CONVENTIONAL UNIT AT THE CARROLLTON WATER PURIFICATION PLANT FOR THE YEAR ENDING: December 31, 2025
(Unaudited)

1	2	3	4	5	6	7	8	9	10	11
Month		Volume of Water Treated During Month (Millions of Gallons)	Volume of Water Treated (Millions of Gallons Per Day)	Total Pounds of Polymer Used During Month	Polymer (ppm)	Total Pounds of Pure Iron (Fe) Used During Month	Pure Iron (Fe) (ppm)	Turbidity of River Water (NTU)	Alkalinity of River Water (ppm as CaCO3)	Turbidity of Unit Effluent (NTU)
	Max		0.00					152	126	
January	Min	0.00	0.00					4	88	
	Avg		0.00					85	105	
	Max		0.00					227	128	
February	Min	0.00	0.00					42	76	
	Avg		0.00					118	102	
	Max		0.00					128	110	
March	Min	0.00	0.00					42	68	
	Avg		0.00					82	87	
	Max		0.00					289	126	
April	Min	0.00	0.00					39	80	
	Avg		0.00					75	95	
	Max		0.00					113	120	
May	Min	0.00	0.00					24	88	
	Avg		0.00					47	100	
	Max		0.00					180	123	
June	Min	0.00	0.00					12	95	
	Avg		0.00					45	106	
	Max		0.00					62	129	
July	Min	0.00	0.00					18	100	
	Avg		0.00					38	114	
	Max		91.42		5.50		6.22	139	156	4.3
August	Min	1,116.08	56.88	43,563	0.00	48,908	0.00	13	125	1.3
	Avg		85.85		4.71		5.27	40	139	2.6
	Max		96.75		5.65		6.39	26	176	8.7
September	Min	2,709.00	83.71	115,062	4.84	130,191	5.48	5	138	1.5
	Avg		90.30		5.10		5.77	11	161	2.6
	Max		93.67		5.67		6.42	25	168	4.6
October	Min	2,757.79	82.17	118,372	4.74	134,046	5.36	7	139	1.1
	Avg		88.96		5.15		5.83	12	153	2.6
	Max		95.08		5.38		6.10	30	158	4.9
November	Min	2,723.83	85.88	114,577	4.50	130,040	5.16	3	125	1.3
	Avg		90.79		5.04		5.73	14	142	3.0
	Max		94.13		5.76		6.52	40	160	4.6
December	Min	2,784.79	82.17	117,287	4.53	132,653	5.12	5	118	1.6
	Avg		89.83		5.05		5.72	14	139	2.8
	Total	12,091.50		508,861		575,838				
Annual	Max	2,784.79	96.75	118,372	5.76	134,046	6.52	289	176	8.7
	Min	0.00	0.00	43,563	0.00	48,908	0.00	3	68	1.1
	Avg	1,007.63	89.57	101,772	5.05	115,168	5.71	48	120	2.7

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE IV-C

PRINCIPLE RESULTS OF OPERATION OF THE L3 CONVENTIONAL UNIT AT THE CARROLLTON WATER PURIFICATION PLANT FOR THE YEAR ENDING: December 31, 2025
(Unaudited)

1	2	3	4	5	6	7	8	9	10	11
Month		Volume of Water Treated During Month (Millions of Gallons)	Volume of Water Treated (Millions of Gallons Per Day)	Total Pounds of Polymer Used During Month	Polymer (ppm)	Total Pounds of Pure Iron (Fe) Used During Month	Pure Iron (Fe) (ppm)	Turbidity of River Water (NTU)	Alkalinity of River Water (ppm as CaCO3)	Turbidity of Unit Effluent (NTU)
January	Max		75.42		5.07		5.76	152	126	6.3
	Min	2,023.71	56.67	74,738	3.91	84,977	4.45	4	88	2.0
	Avg		65.28		4.40		5.00	85	105	3.8
February	Max		69.58		5.08		5.77	227	128	5.9
	Min	1,762.79	52.67	66,568	4.08	76,139	4.86	42	76	1.5
	Avg		62.96		4.52		5.17	118	102	3.3
March	Max		73.54		4.85		5.53	128	110	4.8
	Min	1,925.79	56.08	72,926	4.32	83,069	4.93	42	68	1.7
	Avg		62.12		4.54		5.17	82	87	3.1
April	Max		71.21		4.89		5.57	289	126	6.2
	Min	1,836.42	47.46	70,130	4.30	79,853	4.90	39	80	1.1
	Avg		61.21		4.58		5.22	75	95	3.1
May	Max		73.75		4.90		5.58	113	120	3.5
	Min	1,970.46	54.63	74,576	4.24	84,888	4.82	24	88	1.3
	Avg		63.56		4.54		5.17	47	100	2.3
June	Max		64.25		4.79		5.46	180	123	3.0
	Min	1,783.46	52.79	67,134	4.15	75,660	3.55	12	95	1.5
	Avg		59.45		4.52		5.09	45	106	2.2
July	Max		71.00		4.87		5.55	62	129	3.0
	Min	1,841.21	52.79	70,212	4.26	79,948	4.86	18	100	1.2
	Avg		59.39		4.57		5.21	38	114	1.8
August	Max		66.58		4.71		5.36	139	156	4.9
	Min	1,868.71	53.96	70,228	4.29	79,961	4.88	13	125	1.3
	Avg		60.28		4.51		5.13	40	139	2.1
September	Max		64.54		4.67		5.32	26	176	2.3
	Min	1,841.13	58.92	69,422	4.36	79,101	4.97	5	138	1.3
	Avg		61.37		4.52		5.15	11	161	1.7
October	Max		64.75		4.66		5.32	25	168	3.3
	Min	1,903.17	59.25	71,419	4.37	81,351	4.97	7	139	1.1
	Avg		61.39		4.50		5.13	12	153	1.7
November	Max		65.04		4.59		5.25	30	158	5.3
	Min	1,889.54	60.42	70,441	4.26	80,272	4.86	3	125	1.0
	Avg		62.98		4.47		5.09	14	142	2.0
December	Max		67.58		4.62		5.27	40	160	3.1
	Min	1,981.13	61.79	74,010	4.32	84,310	4.92	5	118	1.1
	Avg		63.91		4.48		5.10	14	139	2.0
Annual	Total	22,627.50		851,804		969,530				
	Max	2,023.71	75.42	74,738	5.08	84,977	5.77	289	176	6.3
	Min	1,762.79	47.46	66,568	3.91	75,660	3.55	3	68	1.0
	Avg	1,885.63	61.99	70,984	4.51	80,794	5.14	48	120	2.4

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE IV-D

PRINCIPLE RESULTS OF OPERATION OF THE L4 CONVENTIONAL UNIT AT THE CARROLLTON WATER PURIFICATION PLANT FOR THE YEAR ENDING: December 31, 2025
(Unaudited)

1	2	3	4	5	6	7	8	9	10	11
Month		Volume of Water Treated During Month (Millions of Gallons)	Volume of Water Treated (Millions of Gallons Per Day)	Total Pounds of Polymer Used During Month	Polymer (ppm)	Total Pounds of Pure Iron (Fe) Used During Month	Pure Iron (Fe) (ppm)	Turbidity of River Water (NTU)	Alkalinity of River Water (ppm as CaCO3)	Turbidity of Unit Effluent (NTU)
January	Max Min Avg	0.00								
February	Max Min Avg	0.00								
March	Max Min Avg	0.00								
April	Max Min Avg	0.00								
May	Max Min Avg	0.00								
June	Max Min Avg	0.00								
July	Max Min Avg	0.00								
August	Max Min Avg	0.00								
September	Max Min Avg	0.00								
October	Max Min Avg	0.00								
November	Max Min Avg	0.00								
December	Max Min Avg	0.00								
Annual	Total Max Min Avg	0.00 0.00 0.00 0.00								

**No activity in 2025

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE IV-E

MONTHLY SUMMARY OF COMBINED OPERATION OF CONVENTIONAL UNITS AT THE CARROLLTON WATER PURIFICATION PLANT FOR THE YEAR ENDING: December 31, 2025
(Unaudited)

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	
Month		Volume of Water Treated During Month (Millions of Gallons)	Volume of Water Treated (Millions of Gallons Per Day)	Total Pounds of Polymer Used During Month	Total Pounds of Fluoride (100%) Used During Month	Fluoride (ppm)	Total Pounds of Pure Iron (Fe) Used During Month	Total Pounds of Lime Used During Month	Lime (ppm)	Total Pounds of Chlorine Used During Month	Chlorine (ppm)	Total Pounds of Anhydrous Ammonia Used During Month	Ammonia (ppm)	Total Pounds of Poly-phosphate Used During Month	Poly-phosphate (ppm)	Alkalinity of Filtered Water (ppm)	Estimated High Lift Pumpage	
																	Total M.G.	M.G.D.
	Max.		184.13			0.32			22.27		4.77		1.16		0.81	132		174.04
January	Min.	4,912.38	147.71	194,588	11,985	0.23	220,106	836,088	17.33	175,613	3.91	43,211	0.97	31,665	0.69	102	4,883	147.50
	Avg.		158.46			0.29			20.45		4.30		1.06		0.77	115		157.51
	Max.		166.92			0.39			26.44		4.54		1.12		0.82	143		163.00
February	Min.	4,332.71	146.38	179,411	11,180	0.29	203,948	838,572	18.76	155,926	4.13	38,396	1.03	28,473	0.76	85	4,052	127.79
	Avg.		154.74			0.33			23.23		4.32		1.06		0.79	116		144.71
	Max.		156.58			0.40			23.95		4.52		1.11		0.83	130		159.00
March	Min.	4,605.21	143.33	187,190	10,248	0.00	212,003	694,364	5.47	164,240	4.10	40,391	1.01	29,977	0.75	81	4,451	124.33
	Avg.		148.56			0.28			18.08		4.28		1.05		0.78	102		143.59
	Max.		152.83			0.35			23.77		5.08		1.17		0.82	130		150.92
April	Min.	4,412.42	140.67	179,816	8,376	0.00	203,653	678,772	5.31	163,044	4.15	39,917	1.02	28,775	0.75	85	4,353	135.88
	Avg.		147.08			0.23			18.50		4.43		1.08		0.78	109		145.12
	Max.		154.25			0.37			22.59		5.30		1.18		1.06	145		152.46
May	Min.	4,536.79	138.79	183,939	12,052	0.31	208,814	784,743	17.52	191,143	4.82	42,294	1.08	29,846	0.73	104	4,311	130.58
	Avg.		146.35			0.34			20.75		5.05		1.12		0.79	117		139.06
	Max.		149.83			0.53			23.02		5.61		1.23		0.83	131		141.96
June	Min.	4,341.42	137.88	176,330	15,519	0.11	199,344	761,800	18.16	190,949	5.05	41,773	1.09	28,261	0.74	108	4,088	130.46
	Avg.		144.71			0.46			21.05		5.27		1.15		0.78	119		136.25
	Max.		155.67			0.59			22.05		6.44		1.42		0.81	141		146.17
July	Min.	4,526.04	138.08	183,719	18,781	0.49	208,482	729,471	14.51	227,214	5.34	49,661	1.14	29,458	0.75	110	4,159	122.83
	Avg.		146.00			0.54			19.32		6.02		1.32		0.78	126		134.15
	Max.		155.71			0.59			25.89		6.52		1.42		0.83	170		133.75
August	Min.	4,615.83	141.00	183,234	18,862	0.54	207,525	785,751	16.48	235,165	5.78	50,640	1.25	26,384	0.38	128	3,992	124.38
	Avg.		148.90			0.57			20.43		6.11		1.32		0.68	148		128.76
	Max.		160.17			0.52			25.92		6.28		1.31		0.83	187		137.54
September	Min.	4,550.13	147.54	184,484	14,604	0.21	209,291	929,057	21.13	225,294	5.72	47,109	1.20	29,544	0.75	162	3,944	122.79
	Avg.		151.67			0.44			24.49		5.94		1.24		0.78	174		131.45
	Max.		154.54			0.52			26.55		6.41		1.31		0.83	184		145.83
October	Min.	4,660.96	143.08	189,792	16,870	0.45	215,398	949,527	19.01	220,058	5.19	47,195	1.15	30,379	0.74	149	4,180	124.17
	Avg.		150.35			0.48			24.43		5.66		1.21		0.78	169		134.83
	Max.		159.25			0.52			26.09		5.34		1.20		0.80	180		141.67
November	Min.	4,613.38	146.92	185,018	16,349	0.46	210,313	928,530	19.58	188,717	4.39	40,480	0.94	29,696	0.72	148	4,088	129.38
	Avg.		153.78			0.48			24.14		4.91		1.05		0.77	162		136.27
	Max.		157.88			0.50			27.79		4.91		1.17		0.82	172		146.67
December	Min.	4,765.92	148.21	191,297	16,851	0.44	216,963	948,117	12.07	184,415	4.47	42,694	1.00	30,664	0.73	139	4,309	131.29
	Avg.		153.74			0.47			23.87		4.64		1.07		0.77	159		139.01
	Total	54,873.17		2,218,817	171,677		2,515,840	9,864,792		2,321,778		523,761		353,122			50,808.7	
	Max.	4,912.38	184.13	194,588	18,862	0.59	220,106	949,527	27.79	235,165	6.52	50,640	1.42	31,665	1.06	187	4,882.96	174.04
Annual	Min.	4,332.71	137.88	176,330	8,376	0.00	199,344	678,772	5.31	155,926	3.91	38,396	0.94	26,384	0.38	81	3,943.58	122.79
	Avg.	4,572.76	150.34	184,901	14,306	0.38	209,653	822,066	21.56	193,482	5.07	43,647	1.14	29,427	0.77	135	4,234.06	139.20

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE V

PRINCIPLE RESULTS OF OPERATION OF THE ALGIERS WATER PURIFICATION PLANT FOR THE YEAR ENDING: December 31, 2025
(Unaudited)

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	
Month		Low Lift Total Million Gallons of Water Treated During Month	Amount of Water Treated Million Gallons Per 24 Hours	Total Pounds of Polyelectrolyte Used During Month	Polyelectrolyte Parts Per Million	Total Pounds of Fluoride (100%) Used During Month	Fluoride Parts Per Million	Total Pounds of Pure Iron (Fe) used During Month	Pure Iron (Fe) Parts Per Million	Total Pounds of Lime Used During Month	Lime Parts Per Million	Total Pounds of Anhydrous Ammonia Used During Month	Anhydrous Ammonia Parts Per Million	Total Pounds Chlorine Used During Month	Chlorine Parts Per Million	Total Pounds Polyphosphate Used During Month	Polyphosphate Parts Per Million	Turbidity of Clarifer Effluent NTU	Clear Well Alkalinity of Filter Effluent PPM	High Lift Pumpage	
																				Total M.G.D.	M.G.D.
January	Max		18.50		4.58		0.61		6.04		45.08		1.00		4.43		0.75	11.0	112		16.40
	Min	413.63	12.00	15,658	4.38	2,006	0.52	20,601	5.22	126,938	25.36	3,194	0.83	14,709	3.75	1,667	0.43	0.8	63	386.41	10.66
	Avg		13.34		4.54		0.60		5.99		35.69		0.95		4.27		0.61	2.7	88		12.46
February	Max		16.00		4.57		0.61		6.04		45.08		0.84		4.57		0.92	14.0	112		14.74
	Min	368.92	12.00	13,961	4.51	1,944	0.52	19,180	6.03	109,248	29.97	2,809	0.97	13,142	3.77	1,600	0.57	0.7	67	354.05	11.34
	Avg		13.18		4.54		0.59		6.04		35.23		0.91		4.27		0.70	2.7	85		12.64
March	Max		14.67		4.57		0.60		7.12		45.08		1.02		5.55		0.79	4.7	96		14.07
	Min	374.09	10.00	13,703	4.34	1,850	0.54	20,958	6.04	120,109	29.98	3,070	0.82	15,731	4.56	2,067	0.55	0.4	56	377.52	11.28
	Avg		12.06		4.54		0.59		6.72		38.46		0.98		5.05		0.67	2.0	73		12.18
April	Max		14.00		4.72		0.68		7.42		41.77		1.10		5.66		0.96	7.2	91		12.20
	Min	349.13	10.00	13,235	4.50	1,756	0.57	20,774	7.12	84,784	15.04	3,056	1.02	14,334	4.61	2,067	0.66	0.6	55	350.12	10.98
	Avg		11.64		4.54		0.60		7.13		29.10		1.05		5.11		0.71	2.7	76		11.67
May	Max		12.00		4.55		0.61		7.18		54.71		1.36		5.24		0.77	3.4	81		13.40
	Min	369.25	10.25	14,000	4.53	1,848	0.60	21,945	7.12	116,902	24.94	3,846	1.03	14,675	4.16	2,067	0.66	0.3	40	380.71	11.29
	Avg		11.91		4.55		0.60		7.12		36.26		1.25		4.77		0.67	1.3	62		12.28
June	Max		14.00		4.55		0.61		7.13		51.77		1.48		6.19		0.92	5.7	85		14.16
	Min	375.76	10.92	14,219	4.50	1,262	0.59	22,315	7.07	130,853	24.94	4,177	1.24	17,446	5.21	2,200	0.57	0.4	50	390.07	12.25
	Avg		12.53		4.54		0.60		7.12		43.75		1.33		5.57		0.70	1.3	62		13.00
July	Max		14.00		4.55		0.65		7.91		50.10		1.55		6.46		0.90	6.2	95		15.24
	Min	379.31	10.00	14,330	4.50	1,014	0.52	22,584	6.58	98,283	24.94	4,559	1.37	19,689	5.76	2,266	0.57	0.8	48	417.00	11.85
	Avg		12.24		4.53		0.59		7.15		30.95		1.44		6.03		0.72	1.9	60		13.47
August	Max		16.00		4.62		0.62		8.27		27.61		1.60		6.61		0.99	12.0	85		18.28
	Min	418.00	10.83	16,300	4.46	2,044	0.52	25,236	5.91	100,080	25.52	4,960	1.32	21,003	5.56	2,667	0.57	0.9	45	446.37	12.53
	Avg		13.48		4.52		0.58		7.25		27.55		1.42		6.01		0.76	3.6	65		14.40
September	Max		16.00		4.56		0.61		7.54		27.60		1.49		6.43		0.87	20.0	90		16.71
	Min	433.16	11.00	16,400	4.51	2,018	0.52	25,050	5.76	103,157	27.52	4,876	1.25	21,016	5.35	2,400	0.49	1.0	54	447.95	13.50
	Avg		14.44		4.54		0.56		6.71		27.54		1.35		5.82		0.66	5.9	71		14.93
October	Max		16.00		4.55		0.60		7.60		55.10		1.42		6.00		0.92	12.0	100		15.48
	Min	448.50	13.00	16,941	4.52	2,154	0.52	26,122	5.65	183,805	27.52	4,861	1.19	20,423	5.01	3,000	0.57	1.0	55	445.88	12.86
	Avg		14.47		4.53		0.58		6.99		49.19		1.30		5.46		0.81	4.5	72		14.38
November	Max		16.00		4.55		0.60		8.35		55.09		1.16		5.70		0.89	7.8	98		15.00
	Min	418.25	12.00	15,789	4.52	2,068	0.52	27,541	7.08	192,086	54.92	3,443	0.87	16,102	4.27	2,500	0.53	0.3	45	412.74	12.11
	Avg		13.94		4.53		0.59		7.67		55.06		0.98		4.62		0.72	2.7	69		13.76
December	Max		16.00		4.81		0.60		8.56		55.16		0.89		4.84		0.86	6.4	88		14.74
	Min	438.42	12.00	16,596	4.52	2,130	0.52	26,942	7.05	201,362	54.92	3,184	0.81	16,196	4.11	2,800	0.57	0.7	42	421.21	12.45
	Avg		14.14		4.54		0.58		7.38		55.08		0.87		4.43		0.77	2.6	64		13.59
Annual	Total	4,786.42		181,132		22,094		279,248		1,567,607		46,035		204,466		27,301				4,830.03	
	Max	448.50	18.50	16,941	4.81	2,154	0.68	27,541	8.56	201,362	55.16	4,960	1.60	21,016	6.61	3,000	0.99	20.0	112	447.95	18.28
	Min	349.13	10.00	13,235	4.34	1,014	0.52	19,180	5.22	84,784	15.04	2,809	0.81	13,142	3.75	1,600	0.43	0.3	40	350.12	10.66
	Avg	398.87	13.11	15,094	4.54	1,841	0.55	23,271	7.00	130,634	39.27	3,836	1.15	17,039	5.12	2,275	0.68	2.8	70	402.50	13.23

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE VI-A

MONTHLY SUMMARY OF CARROLLTON WATER PURIFICATION PLANT FILTER OPERATIONS FOR THE YEAR ENDING: December 31, 2025
(Unaudited)

1	2	3		4		5		6		7		8		9		10		11	
Month		Total Million Gallons Water Filtered During Month		Total Number of Runs		Length of Runs in Hours		Million Gallons of Water Filtered Per Run		Million Gallons Per Day Per Filter		Total Amount in Million Gallons of Wash Water Used		Million Gallons of Wash Water Used Per Run		Percentage of Wash Water Used Per Run		Million Gallons Filtered Per Acre Per Day	
		Old	New	Old	New	Old	New	Old	New	Old	New	Old	New	Old	New	Old	New	Old	New
	Max					450	523	72.700	126.000							32.69	2.91		
January	Min	1,959.85	2,765.00	71	54	71	141	1.500	29.000	3.400	5.700	35.200	46.200	0.503	0.856	0.66	0.67	104.900	95.000
	Avg					194	219	27.000	52.000							1.80	1.63		
	Max					335	303	52.000	78.000							32.08	10.38		
February	Min	1,702.10	2,534.40	73	52	74	43	1.500	7.800	3.200	5.700	35.600	42.000	0.487	0.815	0.93	1.04	98.800	95.000
	Avg					172	202	23.000	48.000							2.09	1.67		
	Max					263	290	43.000	83.000							4.11	6.60		
March	Min	1,605.20	2,682.40	62	54	94	108	12.000	12.000	3.700	5.000	30.000	42.400	0.494	0.800	1.12	0.96	113.000	83.700
	Avg					167	236	25.000	49.000							1.90	1.61		
	Max					416	720	70.000	62.000							63.00	22.00		
April	Min	1,850.50	2,525.00	68	64	5	15	0.625	4.000	4.000	5.600	26.800	57.000	0.394	0.890	0.56	1.42	122.500	94.000
	Avg					162	167	27.000	39.000							1.45	2.25		
	Max					214	288	40.000	65.000							23.00	24.10		
May	Min	1,600.30	2,595.50	72	70	15	12	2.100	3.100	4.000	5.300	36.000	53.000	0.509	0.760	1.27	1.17	123.000	89.000
	Avg					130	166	22.000	37.000							2.29	2.05		
	Max					326	720	60.000	75.000							13.40	10.73		
June	Min	1,808.60	2,363.44	70	72	22	89	4.000	7.400	4.000	5.500	34.900	57.000	0.492	0.800	0.82	1.06	120.000	92.300
	Avg					157	141	26.000	32.000							1.90	2.43		
	Max					240	242	39.000	61.000							10.00	5.44		
July	Min	2,025.50	2,225.20	73	64	31	104	5.600	14.000	3.900	4.800	41.000	54.000	0.574	0.780	1.44	1.26	121.100	80.600
	Avg					167	161	27.000	32.000							2.06	2.38		
	Max					271	189	40.000	42.000							5.98	12.09		
August	Min	1,922.44	2,153.70	74	76	69	19	8.700	6.700	3.800	4.500	39.200	60.000	0.523	0.816	1.31	1.94	116.300	75.200
	Avg					163	149	25.000	28.000							2.02	2.88		
	Max					191	219	36.730	45.000							16.53	18.03		
September	Min	2,061.72	1,877.40	84	66	22	19	2.840	4.000	3.800	4.800	39.400	49.000	0.469	0.751	1.28	1.66	117.100	146.100
	Avg					153	142	24.540	28.000							1.91	2.64		
	Max					194	167	36.000	35.000							5.13	5.91		
October	Min	2,242.10	1,979.30	87	78	47	103	9.500	13.000	3.800	4.600	42.600	62.000	0.490	0.800	1.36	2.23	117.000	77.500
	Avg					160	130	25.000	25.000							1.79	3.15		
	Max					207	210	35.000	46.000							7.74	10.00		
November	Min	1,934.00	2,102.80	78	74	46	64	6.700	8.000	3.800	4.800	40.000	60.000	0.519	0.821	1.45	1.75	116.000	79.700
	Avg					155	142	24.000	28.000							2.09	2.89		
	Max					220	223	37.000	49.000							15.30	23.60		
December	Min	2,087.47	2,009.13	81	72	22	22	3.300	3.500	3.800	4.800	40.000	59.000	0.504	0.845	1.36	1.73	117.700	80.000
	Avg					159	138	25.000	27.000							1.96	3.03		
	Total	22,799.78	27,813.27	893	796							440.700	641.600						
	Max	2,242.10	2,765.00	87	78	450	720	72.700	126.000	4.000	5.700	42.600	62.000	0.574	0.890	63.00	24.10	123.000	146.100
Annual	Min	1,600.30	1,877.40	62	52	5	12	0.625	3.100	3.200	4.500	26.800	42.000	0.394	0.751	0.56	0.67	98.800	75.200
	Avg	1,899.98	2,317.77	74	66	162	166	25.045	35.417	3.767	5.092	36.725	53.467	0.497	0.811	1.94	2.38	115.617	90.675

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE VI-B

MONTHLY SUMMARY OF ALGIERS FILTER OPERATIONS FOR THE YEAR ENDING: December 31, 2025
(Unaudited)

1	2	3	4	5	6	7	8	9	10
Month		Total Million Gallons Water Filtered During Month of Runs	Total Number of Runs	Length of Runs in Hours	Million Gallons of Water Filtered Per Run	Million Gallons Per Day Per Filter	Total Amount in Million Gallons of Wash Water Used	Million Gallons of Wash Water Used Per Run	Percentage of Wash Water Used Per Run
January	Max			263	16.656				8.88
	Min	417.83	80	23	1.224	1.16	8.70	0.109	0.65
	Avg			108	5.229				2.08
February	Max			191	11.070				23.46
	Min	325.17	84	23	0.181	1.13	8.13	0.097	0.87
	Avg			82	3.871				2.50
March	Max			215	11.022				3.54
	Min	352.45	52	71	3.191	0.97	5.88	0.113	1.03
	Avg			167	6.778				1.67
April	Max			191	11.033				15.63
	Min	347.19	73	23	0.703	1.04	8.02	0.110	0.99
	Avg			110	4.756				2.31
May	Max			167	10.620				3.79
	Min	329.66	53	71	2.691	0.94	5.41	0.102	0.96
	Avg			159	6.220				1.64
June	Max			167	10.065				2.91
	Min	346.68	51	167	3.771	0.98	5.27	0.109	1.09
	Avg			167	6.798				1.61
July	Max			191	11.132				6.89
	Min	385.75	57	47	1.580	0.97	6.21	0.109	0.98
	Avg			167	6.768				1.56
August	Max			191	12.702				2.75
	Min	359.49	48	143	4.405	1.08	5.82	0.121	0.95
	Avg			167	7.489				1.62
September	Max			167	12.517				4.55
	Min	431.13	54	47	2.852	1.15	7.00	0.130	1.04
	Avg			166	7.984				1.62
October	Max			167	11.838				3.64
	Min	441.84	55	47	3.504	1.15	7.02	0.128	1.08
	Avg			164	8.034				1.59
November	Max			167	12.604				2.15
	Min	367.22	48	143	5.155	1.14	5.33	0.111	0.88
	Avg			161	7.650				1.45
December	Max			167	13.202				1.85
	Min	436.82	57	143	5.734	1.21	6.03	0.106	0.80
	Avg			152	7.664				1.38
Annual	Total	4541.24	712				78.81		
	Max	441.84	84	263	16.656	1.21	8.70	0.130	23.46
	Min	325.17	48	23	0.181	0.94	5.27	0.097	0.65
	Avg	378.44	59	148	6.603	1.08	6.57	0.11	3.12

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE VII

FIVE YEAR ANALYSIS COMPOSITE DATA (2021 - 2025) FOR NEW ORLEANS CARROLLTON DRINKING WATER PURIFICATION SYSTEM

(Unaudited)

PARAMETER	MISSISSIPPI RIVER (Before Purification)			FINISHED WATER (After Purification)		
	MAX	MIN	AVG	MAX	MIN	AVG
Total Alkalininty (ppm as $CaCO_3$)	176	68	118	192	83	1,323
Total Hardness (ppm as $CaCO_3$)	216	91	149	238	109	172
Noncarbonate Hardness (ppm as $CaCO_3$)	63	4	31	68	7	40
Calcium Hardness (ppm as $CaCO_3$)	167	62	99	188	88	122
Magnesium Hardness (ppm as $CaCO_3$)	136	8	50	86	15	50
Nephelometric Turbidity (NTU)	289	2.9	45	0.23	0.04	0.1
pH	8.14	7.29	7.78	9.26	7.98	8.87
Chloride (ppm)	57	15	29	59	19	34
Fluoride (ppm)	0.25	0.10	0.17	0.86	0.22	0.67
Total Dissolved Solids (ppm)	185	3	80	361	209	259
Total Suspended Solids (ppm)	318	161	257	------	------	------
Free Chlorine Residual (ppm as Cl_2)	------	------	------	0.3	0.1	0.1
Total Chlorine Residual (ppm as Cl_2)	------	------	------	4.8	0.2	3.2
Ammonia (ppm as N)	------	------	------	0.28	0.07	0.15
Nitrate + Nitrite (ppm as N) *	------	------	------	1.3	0.9	1.1
Sulfate (ppm) *	------	------	------	47	28	41
Conductivity (µS/cm)	571	224	415	627	279	470
Temperature (°F)	89	41	67	86	50	73
Aluminum (ppm) *	------	------	------	0.27	0.00	0.09
Antimony (ppm) *	------	------	------	0.000	0.000	0.000
Arsenic (ppm) *	------	------	------	0.000	0.000	0.000
Barium (ppm) *	------	------	------	0.0	0.0	0.0
Beryllium (ppm) *	------	------	------	0.000	0.000	0.000
Cadmium (ppm) *	------	------	------	0.000	0.000	0.000
Chromium (ppm) *	------	------	------	0.000	0.000	0.000
Copper (ppm) *	------	------	------	0.2	0.0	0.0
Iron (ppm) *	------	------	------	0.21	0.00	0.02
Lead (ppm) *	------	------	------	0.023	0.000	0.003
Manganese (ppm) *	------	------	------	0.01	0.00	0.00
Mercury (ppm) *	------	------	------	0.000	0.000	0.000
Nickel (ppm) *	------	------	------	0.0	0.0	0.0
Selenium (ppm) *	------	------	------	0.000	0.000	0.000
Silver (ppm) *	------	------	------	0.00	0.00	0.00
Thallium (ppm) *	------	------	------	0.000	0.000	0.000
Zinc (ppm) *	------	------	------	0.0	0.0	0.0
Potassium (ppm) *	------	------	------	3.3	0.0	2.7
Sodium (ppm) *	------	------	------	25.8	0.0	21.4
Cyanide (ppm) *	------	------	------	0.00	0.00	0.00
Haloacetic Acids (HAA5) (ppb) *	------	------	------	56.7	3.8	20.7
Total Organic Carbon (ppm) *	4.1	2.9	3.5	3	1.9	2.62
Total Trihalomethanes (ppb)	1.9	0.0	0.0	57.4	7.7	27.1
1,2-Dichloroethane (ppb)	0.0	0.0	0.0	0.0	0.0	0.0
Chloroform (ppb)	1.9	0.0	0.0	37.8	5.2	18.2
Carbon Tetrachloride (ppb)	0.0	0.0	0.0	0.0	0.0	0.0
Bromodichloromethane (ppb)	0.0	0.0	0.0	18.6	1.4	10.8
Tetrachloroethene (ppb)	0.0	0.0	0.0	0.0	0.0	0.0
BTX (Benzene, Toluene & Xylenes) (ppb)	0.0	0.0	0.0	0.0	0.0	0.0
Total Coliforms (CFUs/100 ml)	24000	11	870	54	0	0
E. coli (CFUs/100 ml)	------	------	------	0	0	0

The results for constituents indicated with asterisks are from the Louisiana Department of Health or an LDH certified contract laboratory.
All other results are from testing by the S&WB Water Quality Laboratory.
Lead and Copper results are from 2022 and 2025 Lead and Copper Rule compliance testing.
Concerning the chemical results, the S&WB Laboratory does not meet the higher criteria required by LDH to be classified as an "LDH-OPH *Certified* Chemical Laboratory/Drinking Water;" therefore, any results reported by this laboratory for chemical drinking water parameters which are required to be analyzed in a certified laboratory are officially deemed invalid.
The S&WB Laboratory is certified by LDH for Total Coliform and E. coli testing.

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE VIII
(Unaudited)

2025 CARROLLTON OPERATION

CHEMICAL	CHEMICAL COST	CHEMICAL COST PER MILLION GALLONS
Lime	$1,940,476	$35.36
Ferric Coagulant	$3,321,303	$60.53
Sodium Hypochlorite	$4,056,631	$73.93
Sodium Polyphosphate	$575,294	$10.48
Polyelectrolyte	$1,653,019	$30.12
Fluoride	$294,775	$5.37
Ammonia	$570,900	$10.40
Carbon	$0	$0.00
TOTAL CHEMICALS	$12,412,397	$226.20

TOTAL COST PER MILLION GALLONS

YEAR	TOTAL WATER TREATED IN MILLION GALLONS	OPERATING COST	TOTAL COST PER MILLION GALLONS
2025	54,873	$19,501,678	$355.40
2024	55,894	$17,152,513	$306.87
2023	54,446	$18,224,623	$334.73
2022	53,832	$13,660,829	$253.77
2021	52,332	$9,504,986	$181.63

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE IX
(Unaudited)

2025 ALGIERS OPERATION

CHEMICAL	CHEMICAL COST	CHEMICAL COST PER MILLION GALLONS
Lime	$362,278	$75.69
Ferric Coagulant	$370,709	$77.45
Sodium Hypochlorite	$285,280	$59.60
Sodium Polyphosphate	$35,797	$7.48
Polyelectrolyte	$134,943	$28.19
Fluoride (100%)	$37,936	$7.93
Ammonia	$64,449	$13.46
Carbon	$0	$0.00
TOTAL CHEMICALS	$1,291,392	$269.80

Total Water Treated in 2025: 4,786,420,000 Gallons

TOTAL COST PER MILLION GALLONS

YEAR	TOTAL WATER TREATED IN MILLION GALLONS	OPERATING COST	TOTAL COST PER MILLION GALLONS
2025	4,786	$3,480,173	$727.09
2024	4,953	$3,605,764	$728.06
2023	4,966	$2,964,990	$597.11
2022	4,324	$2,840,834	$656.94
2021	4,022	$2,498,764	$621.32
2020	3,922	$2,249,216	$573.49

TABLE X
(Unaudited)

SLUDGE REMOVED FROM THE "G" BASINS PRIMARY TREATMENT UNITS
DORR MONORAKE CONVENTIONAL SYSTEM
2025

Total Million Gallons Water Treated	32,246
Total Tons Dry Sludge Deposited in Basins Including Suspended and Dissolved Solids Removed and Reacting Chemicals	7,657
Total Million Gallons Wet Sludge Withdrawn from Basins	674
Average Percent solids in Wet Sludge	0.3
Total Million Gallons Water Used in Withdrawing Sludge	673
Percent of Total Water Treated Used in Withdrawing Wet Sludge	2.09

TABLE X-A

SLUDGE REMOVED FROM THE "L" BASINS PRIMARY TREATMENT UNITS
DORR MONORAKE CONVENTIONAL SYSTEM
2025

Total Million Gallons Water Treated	22,627.50
Total Tons Dry Sludge Deposited in Basins Including Suspended and Dissolved Solids Removed and Reacting Chemicals	6,951
Total Million Gallons Wet Sludge Withdrawn from Basins	275.52
Average Percent solids in Wet Sludge	0.60
Total Million Gallons Water Used in Withdrawing Sludge	274.82
Percent of Total Water Treated Used in Withdrawing Wet Sludge	1.22

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE XI

2025 ANALYSIS DATA FOR NEW ORLEANS CARROLLTON
DRINKING WATER PURIFICATION SYSTEM
(Unaudited)

PARAMETER	MISSISSIPPI RIVER (Before Purification)			FINISHED WATER (After Purification)		
	MAX	MIN	AVG	MAX	MIN	AVG
Total Alkalininty (ppm as $CaCO_3$)	176	68	120	192	83	135
Total Hardness (ppm as $CaCO_3$)	216	91	153	238	109	176
Noncarbonate Hardness (ppm as $CaCO_3$)	63	4	33	68	7	42
Calcium Hardness (ppm as $CaCO_3$)	167	62	104	188	88	131
Magnesium Hardness (ppm as $CaCO_3$)	136	8	49	86	15	45
Nephelometric Turbidity (NTU)	289	2.9	48	0.23	0.04	0.10
pH	8.14	7.29	7.81	9.26	7.98	8.89
Chloride (ppm)	57	15	30	59	19	34
Fluoride (ppm)	0.25	0.10	0.17	0.86	0.22	0.65
Free Chlorine Residual (ppm as Cl_2)	------	------	------	0.3	0.1	0.1
Total Chlorine Residual (ppm as Cl_2)	------	------	------	4.8	0.2	3.2
Ammonia (ppm as N)	------	------	------	0.28	0.07	0.16
Nitrate + Nitrite (ppm as N) *	------	------	------	1.1	0.9	1.0
Sulfate (ppm) *	------	------	------	42	42	42
Conductivity (µS/cm)	571	224	405	627	279	462
Temperature (°F)	89	41	68	86	50	73
Aluminum (ppm) *	------	------	------	0.27	0.02	0.15
Antimony (ppm) *	------	------	------	0.000	0.000	0.000
Arsenic (ppm) *	------	------	------	0.000	0.000	0.000
Barium (ppm) *	------	------	------	0.0	0.0	0.0
Beryllium (ppm) *	------	------	------	0.000	0.000	0.000
Cadmium (ppm) *	------	------	------	0.000	0.000	0.000
Chromium (ppm) *	------	------	------	0.00	0.00	0.00
Copper (ppm) *	------	------	------	0.2	0.0	0.0
Iron (ppm) *	------	------	------	0.21	0.01	0.11
Lead (ppm) *	------	------	------	0.023	0.000	0.003
Manganese (ppm) *	------	------	------	0.01	0.00	0.01
Mercury (ppm) *	------	------	------	0.000	0.000	0.000
Nickel (ppm) *	------	------	------	0.0	0.0	0.0
Potassium (ppm) *	------	------	------	3.3	3.3	3.3
Selenium (ppm) *	------	------	------	0.000	0.000	0.000
Silver (ppm) *	------	------	------	0.00	0.00	0.00
Thallium (ppm) *	------	------	------	0.000	0.000	0.000
Zinc (ppm) *	------	------	------	0.0	0.0	0.0
Sodium (ppm) *	------	------	------	22.6	22.3	22.5
Cyanide (ppm) *	------	------	------	0.00	0.00	0.00
Haloacetic Acids (HAA5) (ppb) *	------	------	------	56.7	3.8	22.0
Total Organic Carbon (ppm) *	4.1	2.9	3.5	3.0	1.9	2.5
Total Trihalomethanes (ppb)	1.9	0.0	0.0	57.4	7.7	29.8
1,2-Dichloroethane (ppb)	0.0	0.0	0.0	0.0	0.0	0.0
Chloroform (ppb)	1.9	0.0	0.0	37.8	5.2	20.2
Carbon Tetrachloride (ppb)	0.0	0.0	0.0	0.0	0.0	0.0
Bromodichloromethane (ppb)	0.0	0.0	0.0	18.6	1.4	7.8
Tetrachloroethene (ppb)	0.0	0.0	0.0	0.0	0.0	0.0
BTX (Benzene, Toluene & Xylenes) (ppb)	0.0	0.0	0.0	0.0	0.0	0.0
Total Coliforms (CFUs/100 ml)	24000	11	2100	54	0	0
E. coli (CFUs/100 ml)	------	------	------	0	0	0

The results for constituents indicated with asterisks are from the Louisiana Department of Health or an LDH certified contract laboratory.
All other results are from testing by the S&WB Water Quality Laboratory.
Lead and Copper results are from 2025 Lead and Copper Rule compliance testing.
Concerning the chemical results, the S&WB Laboratory does not meet the higher criteria required by LDH to be classified as an "LDH-OPH *Certified* Chemical Laboratory/Drinking Water;" therefore, any results reported by this laboratory for chemical drinking water parameters which are required to be analyzed in a certified laboratory are officially deemed invalid.
The S&WB Laboratory is certified by LDH for Total Coliform and E. coli testing.

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE XII
(Unaudited)

EXTRACTS FROM TABLES IV-E AND V

20 Year Period, 2006 to 2025 Inclusive
Maximum, Minimum, and Average Amount of
Water Treated Per Day
(M.G. per 24 Hours)

YEAR	CARROLLTON			ALGIERS		
	MAX.	MIN.	AVG.	MAX.	MIN.	AVG.
2006	165.63	115.33	139.73	18.34	8.00	11.67
2007	144.75	124.00	134.06	16.00	10.00	12.13
2008	143.50	114.08	133.88	13.58	6.92	10.38
2009	147.92	129.83	138.17	14.00	8.00	10.78
2010	156.50	125.33	137.10	15.67	8.00	11.25
2011	150.83	127.17	139.37	16.83	10.00	11.73
2012	163.29	117.96	137.65	15.50	10.00	11.58
2013	141.83	120.00	131.08	15.25	10.00	11.27
2014	157.30	122.08	132.57	15.58	9.00	10.43
2015	144.71	118.33	130.47	13.92	8.83	10.09
2016	213.83	120.46	131.62	17.25	8.00	9.66
2017	149.19	125.13	138.94	14.00	8.00	10.29
2018	168.70	118.21	138.62	13.53	7.41	9.37
2019	162.83	97.08	136.95	13.65	5.83	9.19
2020	150.17	119.67	134.66	14.15	8.21	10.53
2021	154.33	120.13	140.14	14.73	8.20	10.46
2022	159.04	127.58	143.46	13.89	7.95	9.94
2023	162.88	126.88	143.07	16.88	8.30	12.03
2024	169.79	136.83	152.34	16.30	11.06	12.94
2025	184.13	137.88	150.34	18.50	10.00	13.11

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE XIII
(Unaudited)

Monthly Temperature (Degrees Farenheit) of the Mississippi River Water at the Carrollton Plant

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
January	47	47	41	46	48	46	49	48	47	46
February	46	49	45	45	47	43	44	48	49	46
March	54	55	55	50	54	51	50	54	57	52
April	62	63	58	59	62	62	61	60	62	63
May	70	69	71	69	67	69	71	67	71	72
June	79	77	82	78	77	74	80	80	79	77
July	86	83	86	82	84	83	85	86	85	85
August	85	85	86	85	85	86	85	87	86	87
September	84	80	83	84	81	82	81	85	81	83
October	75	77	73	75	71	76	74	75	75	79
November	66	61	56	54	61	60	63	64	68	65
December	53	52	47	48	50	54	51	55	53	53
Maximum	87	87	88	86	87	87	88	90	88	89
Minimum	42	44	40	44	45	37	38	41	40	41
Average	67	67	65	65	66	66	66	68	68	68

Ten Year Period

Maximum:	90
Minimum:	37
Average:	67

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE XIV
(Unaudited)

Monthly Temperature (Degrees Farenheit) of the Tap Water at the Carrollton Plant

	2021	2022	2023	2024	2025
January	60	64	65	59	60
February	58	62	65	62	60
March	65	63	70	66	64
April	70	70	72	71	71
May	76	77	76	76	75
June	78	80	82	80	78
July	79	84	85	82	83
August	80	81	88	84	84
September	79	82	85	81	81
October	77	78	80	77	78
November	71	71	72	74	72
December	69	66	65	68	65
Maxiumum	87	88	90	86	86
Minimum	52	52	61	54	50
Average	72	73	75	74	73

Five Year Period

Maximum:	90
Minimum:	50
Average:	73

SEWERAGE AND WATER BOARD OF NEW ORLEANS

New Orleans West Bank Sewerage Treatment Plant
2025 Yearly Summary
(Unaudited)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2025
Plant Ef Flow (MGD)													
Average	17.1	15.680	12.170	14.71	15.93	16.85	17.89	11.830	10.13	11.36	10.5	12.88	**14**
Maximum	29.37	29.060	14.480	25	27.41	24.13	26.84	16.650	11.22	20.21	11.18	25.39	**29**
Plant INF Flow (MGD)													
Average	11.89	10.120	7.450	9.29	9.86	9.53	12.17	7.840	5.68	6.6	5.75	7.85	**9**
Maximum	20.76	20.850	9.280	18.14	21.97	14.72	22.98	15.180	6.67	14.55	6.62	18.93	**23**
INFLUENT BOD (mg/L)													
Average	44.65	61.5	54.71	36.09	44.59	35	36.78	51.38	60.18	51	89.25	69.57	**53**
Maximum	113	129	161	71	101	63	76	96	132	95	125	110	**161**
INFLUENT TSS (mg/L)													
Average	73.7	71.7	47.67	27.86	53.59	41.81	35.22	49.19	61.59	40.04	69.3	59.96	**53**
Maximum	278	146	156	81	145	115	116	124	178	151	171	115	**278**
INFLUENT BOD (lbs/day)													
Average	4,108	5,006	3,415	2,876	3,455	2,732	3,579	3,325	2,825	2,606	4,208	4,505	**3,553**
Maximum	8,454	10,696	11,360	10,741	7,278	7,214	9,199	7,116	6,088	5,434	5,911	10,442	**11,360**
INFLUENT TSS (lbs/day)													
Average	6,765	5,583	2,981	2,350	4,552	3,486	3,524	3,251	2,954	2,085	3,250	3,847	**3,718.9**
Maximum	24,066	12,152	11,007	6,959	18,123	11,279	10,349	7,353	9,352	9,886	8,086	10,220	**24,066.2**
EFFLUENT BOD (mg/L)													
Average	18.74	22.85	15.81	16.32	14.09	9.71	8.96	10.19	8.64	9.22	11.55	13.78	**13.3**
Weekly Maximum	25.4	26.8	21	22.8	17.4	13.4	10	12.2	11.8	11.4	14.4	19.6	**26.8**
EFFLUENT TSS (mg/L)													
Average	21.48	23.62	10.57	14.14	15.45	16.14	16.96	9.57	8.09	10.7	11.15	17.96	**15**
Weekly Maximum	25.4	31	14	18.8	17	20.4	20	10.8	10.2	17	15.6	26	**31**
EFFLUENT BOD (lbs/day)													
Average	2,629	3,012	1,645	2,024	1,827	1,311	1,360	992	714	852	1,002	1,464	**1,569**
Weekly Maximum	4,549	3,723	2,352	2,489	2,420	1,481	1,975	1,223	1,048	1,116	1,275	2,031	**4,549**
EFFLUENT TSS (lbs/day)													
Average	2,886	3,446	1,092	1,845	2,185	2,364	2,592	928	663	985	961	2,036	**1,831.85**
Weekly Maximum	4,226	5,075	1,555	3,175	2,898	3,512	3,623	989	907	1,628	1,320	3,907	**5,074.83**
EFFLUENT CL2 (mg/L)													
Average	0.44	0.56	0.56	0.61	0.6	0.5	0.55	0.52	0.5	0.47	0.4	0.4	**0.51**
Maximum	0.98	1.22	0.87	1.17	1.17	0.73	0.98	0.86	1.03	0.9	0.75	0.8	**1.22**
EFFLUENT COLIFORM (col/100-ml)													
Average (Geo)	25.15	12.28	3.1	7.75	10.49	10.69	6.49	2.98	1.52	3.12	2.89	5.71	**7.68**
Weekly Maximum (Geo)	53.76	166.62	4.7	28.17	32.79	18.75	17.25	7.67	3.29	6.45	6.81	13.05	**166.62**
EFFLUENT pH (su)													
Minimum	7.51	7.67	7.59	7.53	7.51	7.43	7.44	7.47	7.46	7.48	7.45	7.55	**7.43**
Maximum	7.52	7.68	7.6	7.54	7.52	7.44	7.45	7.48	7.47	7.49	7.46	7.56	**8**
DISPOSED SLUDGE (dry tons)													
Average per day	19.70	12.76	14.31	7.75	8.18	8.98	5.75	12.65	6.01	11.99	7.88	6.63	**10**
Total	39.41	51.05	85.85	62.01	24.54	80.78	68.96	126.50	54.09	119.89	55.19	46.39	**815**
ELECTRICITY (kwhr)													
Average per day	2.00	2.11	2.19	2.27	6.42	3.77	3.71	2.94	2.77	2.81	2.50	3.13	**3**
Total (kwhr)	28.00	59.00	68.00	68.00	199.00	113.00	115.00	91.00	83.00	87.00	75.00	97.00	**1,083**
RAINFALL (inches) West Bank													
TOTAL	3.88	3.65	2.89	3.23	5.44	6.26	5.57	5.18	0.26	2.50	0.25	2.18	**41.29**

SEWERAGE AND WATER BOARD OF NEW ORLEANS

New Orleans East Bank Sewerage Treatment Plant
2025 Yearly Summary
(Unaudited)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2025
Plant EF Flow (MGD)													
Average	105.8	113.490	111.510	124.83	117.56	116.23	104.49	93.71	83.5	83.61	70.98	79.8	**100**
Maximum	161.10	155.10	171.50	149.40	170.40	165.00	155.70	113.60	93.60	127.80	83.10	139.10	**172**
Plant INF Flow (MGD)													
Average	102.23	116.910	114.860	128.59	121.09	119.71	107.63	96.51	85.53	86.12	73.12	85.64	**103**
Maximum	147.40	159.80	176.60	153.90	175.50	170.00	160.40	117.00	96.40	131.60	85.60	143.30	**177**
INFLUENT BOD (mg/L)													
Average	46.74	63.79	65.39	84.47	77.26	71.53	68.65	61.94	101.4	94.58	81.43	77.48	**75**
Maximum	109.00	132.00	115.00	120.00	126.00	130.00	113.00	108.00	301.00	329.00	122.00	123.00	**329**
INFLUENT TSS (mg/L)													
Average	70.65	101.32	128.87	193.27	217.42	195.73	210.87	150.65	163.5	168	133.53	128.55	**155**
Maximum	148.00	202.00	249.00	300.00	571.00	275.00	394.00	237.00	262.00	292.00	265.00	198.00	**571**
INFLUENT BOD (lbs/day)													
Average	40,812	61,257	61,763	90,470	76,723	69,493	60,581	49,503	70,859	68,436	49,512	55,054	**62,872**
Maximum	88,361	130,608	127,944	132,203	134,928	112,757	98,534	89,251	204,220	288,928	81,907	100,390	**288,928**
INFLUENT TSS (lbs/day)													
Average	61,779	98,626	121,677	207,252	222,301	193,784	190,223	120,947	115,291	120,905	80,894	93,280	**135,579.8**
Maximum	139,108	197,108	254,183	304,347	750,989	324,676	446,233	172,605	185,789	261,549	133,899	171,287	**750,989.5**
EFFLUENT BOD (mg/L)													
Average	11.35	12.86	12.68	8.7	8.71	6.47	8.97	11.55	22.17	16.81	9.27	10.65	**11.7**
Weekly Maximum	14.29	16.14	22.14	10.86	10.86	7.57	9.29	17	31.57	31.71	14.43	15.29	**31.7**
EFFLUENT TSS (mg/L)													
Average	15.65	16.25	17.48	13.37	14.39	11.23	15.48	18.58	21.87	18.45	13.23	16.29	**16**
Weekly Maximum	23.86	26.43	20.86	18.43	18.86	15	26.29	27.57	27.86	29.71	18.86	26.14	**30**
EFFLUENT BOD (lbs/day)													
Average	10,012	11,901	11,812	9,060	8,390	6,003	7,763	8,821	15,134	12,160	5,534	7,264	**9,488**
Weekly Maximum	14,773	15,401	21,748	11,128	8,966	6,745	8,198	12,980	19,754	25,413	8,885	13,259	**25,413**
EFFLUENT TSS (lbs/day)													
Average	13,455	15,587	16,182	14,043	14,072	10,926	14,011	14,481	15,109	12,828	7,806	11,825	**13,360.49**
Weekly Maximum	20,101	25,480	20,387	20,387	20,150	14,308	26,597	22,591	17,901	18,650	11,396	23,532	**26,597.21**
EFFLUENT CL2 (mg/L)													
Average	0.26	0.24	0.22	0.27	0.25	0.29	0.27	0.21	0.19	0.19	0.22	0.23	**0.24**
Maximum	0.39	0.40	0.34	0.41	0.37	0.44	0.42	0.41	0.56	0.41	0.33	0.47	**0.56**
EFFLUENT COLIFORM (col/100-ml)													
Average (Geo)	12.97	8.49	10.51	12.75	15.2	47.95	23.73	64.27	64.01	57.52	18.35	24.04	**29.98**
Weekly Maximum (Geo)	16.69	6.97	9.45	13.78	15.96	38.59	26.63	67.34	63.37	61.03	18.45	22.39	**67.34**
EFFLUENT pH (su)													
Minimum	7.2	7.13	7.11	7.12	7.08	7.22	7.14	7.14	7.15	7.02	7.14	7.19	**7.02**
Maximum	7.2	7.14	7.12	7.13	7.09	7.23	7.15	7.15	7.16	7.02	7.14	7.19	**7**
DISPOSED SLUDGE (dry tons)													
Average per day	18.57	24.08	20.46	21.19	21.52	23.41	18.44		18.61	18.70			**21**
Total	427.05	674.23	327.35	635.63	451.92	538.33	258.13		18.61	299.24			**3,630**
ELECTRICITY (kwhr)													
Average per day	45,974	50,100	44,348	50,867	50,039	55,067	51,303	39,742	38,547	43,084	37,427	37,665	**45,347**
Total (kwhr)	1,425,200	1,402,800	1,374,800	1,526,000	1,551,200	1,652,000	1,590,400	1,232,000	1,156,400	1,335,600	1,122,800	1,167,600	**16,536,800**
RAINFALL (inches) East Bank													
TOTAL	5.43	3.90	1.96	3.95	8.73	11.54	7.26	4.66	0.18	3.26	0.31	1.62	**52.80**

SEWERAGE AND WATER BOARD OF NEW ORLEANS

SEWER TABULATION NUMBER 1
SEWER AND MANHOLES IN THE SYSTEM
FOR THE CALENDAR YEAR ENDING DECEMBER 31, 2025
(Unaudited)

SEWER GRAVITY LINES DISCARDED AND INSTALLED IN CURRENT YEAR

ORIGINAL CONSTRUCTION (FEET)	NET DISCARDED (FEET)	NET INSTALLED	REMAINING IN THE SYSTEM AS OF 12/31/2025 (FEET)	REMAINING IN THE SYSTEM AS OF 12/31/2025 (MILES)
7,057,256.0	0	4,778.0	7,062,034.0	1,337.5

SEWER FORCE MAINS DISCARDED AND INSTALLED IN CURRENT YEAR

ORIGINAL CONSTRUCTION (FEET)	NET DISCARDED (FEET)	NET INSTALLED	REMAINING IN THE SYSTEM AS OF 12/31/2025 (FEET)	REMAINING IN THE SYSTEM AS OF 12/31/2025 (MILES)
644,465.0	0	10,008.0	654,473.0	124.0

SEWER MANHOLES REMOVED AND INSTALLED IN CURRENT YEAR

ORIGINAL CONSTRUCTION	NET DISCARDED	NET INSTALLED	REMAINING IN THE SYSTEM AS OF 12/31/2025
29,018	0	213	29,272

DETAILS OF SEWER LINES AND SEWER MANHOLES INSTALLED

ITEMS	BOARD FUNDED	BY OTHERS	TOTAL FEET	TOTAL MILES
TOTAL SEWER LINES CONSTRUCTED	14,786.0	0.0	14,786.0	2.8

	BOARD FUNDED	BY OTHERS	TOTAL MANHOLES BUILT
TOTAL SEWER MANHOLES CONSTRUCTED	41	0	41

SEWERAGE AND WATER BOARD OF NEW ORLEANS

SEWER TABULATION NUMBER 2
COLLECTION SYSTEM - SEWER MAINS (GRAVITY AND FORCE)
FOR THE CALENDAR YEAR ENDING DECEMBER 31, 2025
(Unaudited)

	MATERIAL TYPE																	
PIPE DIAMATER (INCH)	ABS TRUSS	ASBESTOS CEMENT (AC)	BRICK	CAST IRON (CI)	CIPP LINER	CLAY	CONCRETE	DUCTILE IRON (DI)	HIGH DENSITY POLYETHYLENE (HDPE)	PLASTIC	PLASTIC TRUSS	POLYVINYL CHLORIDE (PVC)	REINFORCED CONCRETE (RCP)	STEEL	TERRACOTTA	VITRIFIED CLAY	UNKNOWN	TOTALS (FT)
96																	19	**19**
86																	49	**49**
84																593	172	**765**
72							824							1,375		970	26,052	**29,221**
69							869									1,281		**2,149**
66							14,636							619		1,166	13,322	**29,743**
63							287											**287**
62							3,088										478	**3,566**
60							755							334			2,245	**3,335**
57							1,723											**1,723**
54				693			4,420							9,616		2,215	35,225	**52,168**
52																	110	**110**
51			230	30			627											**888**
50														2,163		459	2,981	**5,603**
48				16,767			3,143							2,355		7,882	60,626	**90,773**
45							348									2,499	396	**3,243**
42				208			7,726							3,535		2,835	13,508	**27,812**
39							402									1,413	1,238	**3,054**
37																	1,658	**1,658**
36		981	424	4,860			2,727				252	890	416	327		6,425	26,725	**44,026**
33			3,671				1,128									484	221	**5,505**
32																	1,164	**1,164**
30		78	2,785	5,871			11,074	118			1,053	3,150	681			13,388	76,995	**115,192**
28																	12	**12**
27			1,683	3,346			5,187				1,839	1,254		712		28,192	3,548	**45,760**
26							26											**26**
25				25														**25**
24				4,422	351		8,703				128	1,406	2,911	1,071		40,802	56,637	**116,432**
21				1,538	709		4,298				1,720	2,643	1,452	1,022	236	65,283	5,247	**84,149**
20		2,001		9,480								5,916				466	40,767	**58,630**
19																20		**20**
18		2,730		1,817	1,196		24,600		578		6,044	12,363	1,991	325		97,905	30,908	**180,457**
16		11,196	350	11,500			21	638				11,364				180	21,599	**56,849**
15	1,194	1,445		1,939	1,617	803	19,043	2,943	658	616	5,274	19,119	1,985	433		123,398	8,381	**188,849**
14		1,072					44									315	319	**1,750**
13																	39	**39**
12	1,613	14,634		16,745	350		27,503	234	674	344	19,364	18,215		673	2,159	145,034	51,470	**299,012**
10	2,401	4,719		4,128	1,925	244	25,352	117	379	142	29,148	29,445			2,276	215,713	55,734	**371,722**
9																672		**672**
8	24,333	11,161	1,667	38,987	62,146	3,873	228,096	5,431	8,048	6,568	335,099	418,299		2,559	39,988	4,390,030	214,870	**5,791,154**
6		1,122		4,724	462		4,887				1,102	13,946		23	3,778	43,647	24,923	**98,614**
4																	11	**11**
unknown																	266	**266**
TOTAL (FT)	**29,541**	**51,139**	**10,809**	**127,081**	**68,755**	**4,921**	**401,539**	**9,481**	**10,338**	**7,670**	**401,024**	**538,009**	**9,436**	**27,143**	**48,437**	**5,193,267**	**777,917**	**7,716,507**

SEWERAGE AND WATER BOARD OF NEW ORLEANS
WATER TABULATION NUMBER 1
WATER LINES, MANHOLES, VALVES AND FIRE HYDRANTS IN THE SYSTEM
FOR THE CALENDAR YEAR ENDING
DECEMBER 31, 2025
(Unaudited)

WATER LINES DISCARDED AND INSTALLED IN CURRENT YEAR

ORIGINAL CONSTRUCTION (FEET)	NET DISCARDED (FEET)	NET INSTALLED (FEET)	REMAINING IN THE SYSTEM AS OF 12/31/2025 (FEET)	REMAINING IN THE SYSTEM AS OF 12/31/2025 (MILES)
8,301,885	0	92,223	8,394,108	1,590

WATER VALVES REMOVED AND INSTALLED IN CURRENT YEAR

ORIGINAL CONSTRUCTION	NET DISCARDED	NET INSTALLED	REMAINING IN THE SYSTEM AS OF 12/31/2025
14,404	0	10.0	14,414

FIRE HYDRANTS REMOVED AND INSTALLED

ORIGINAL CONSTRUCTION	NET DISCARDED	NET INSTALLED	REMAINING IN THE SYSTEM AS OF 12/31/2025
15,402	0	17.0	15,419

DETAILS OF WATER LINES, VALVES, AND FIRE HYDRANTS INSTALLED

ITEMS	BOARD FUNDED	BY OTHERS	TOTAL FEET	TOTAL MILES
TOTAL WATER LINES CONSTRUCTED	92,223.0	0	92,223	17.47

	BOARD FUNDED	BY OTHERS	TOTAL WATER VALVES INSTALLED
TOTAL WATER VALVES INSTALLED	10	0	10

	BOARD FUNDED	BY OTHERS	TOTAL FIRE HYDRANTS INSTALLED
TOTAL FIRE HYDRANTS INSTALLED	17	0	17

SEWERAGE AND WATER BOARD OF NEW ORLEANS

WATER TABULATION NUMBER 2
DISTRIBUTION SYSTEM - WATER MAINS
FOR THE CALENDAR YEAR ENDING DECEMBER 31, 2025
(Unaudited)

	MATERIAL TYPE								
PIPE DIAMETER	**ASBESTOS CEMENT (AC)**	**CAST IRON (CI)**	**COPPER**	**DUCTILE IRON (DI)**	**POLYCARBONATE**	**POLYVINYL CHLORIDE (PVC)**	**STEEL**	**UNKNOWN**	**TOTALS (FT)**
54							7,609		**7,609**
50	9,683	16,901			17		65,427		**92,028**
48	12,969	14,929			7,581		27,526		**63,006**
43		12,394							**12,394**
42	3,511	4,540		76	4,481		4,729		**17,336**
36	16,173	5,203			4,464		29,880	3,574	**59,294**
30	61,999	56,769		107	28,799	85	28,631		**176,390**
29		45					23		**68**
24	638	30,833				3,212		3,885	**38,568**
23		25							**25**
20	19,335	103,767		7,016	12,593	17,051	482	4,108	**164,353**
19		24							**24**
17		23							**23**
16	75,842	105,627		400	1,355	11,057			**194,281**
15						445			**445**
14		1,958							**1,958**
12	478,830	694,278		2,997	91	127,461	55	6,036	**1,309,749**
11		10							**10**
10	14,069	9,400		34		189			**23,692**
8	629,686	92,365		1,317	649	429,372	93	9,195	**1,162,677**
6	1,358,772	2,381,071		936	22	176,483	302	2,767	**3,920,353**
4	80,043	1,022,491		49		7,214	374	656	**1,110,827**
3						334			**334**
2	6,416	15,603		20		13,344		1,104	**36,487**
1	159	165	110			602			**1,036**
unknown		30						1,102	**1,132**
TOTAL (FT)	**2,768,126**	**4,568,452**	**110**	**12,952**	**60,051**	**786,849**	**165,132**	**32,426**	**8,394,098**

Segments of pipe in the GIS watermain layer do not have a classified material type leading to a discrepancy between total linear feet of watermain pipe and total length by material type.

SEWERAGE AND WATER BOARD OF NEW ORLEANS

TABLE OF RAINFALL IN NEW ORLEANS (LAST TEN YEARS)
(Unaudited)

STATION'S TOTAL ANNUAL RAINFALL	2025	2024	2023	2022	2021	2020	2019	2018	2017
N.O. WATER PLANT	55.88	85.23	37.81	38.59	121.10	63.59	67.61	66.42	68.73
St. Joe (Station A)	56.00	67.49	29.42	59.75	75.31	71.59	55.22	80.15	84.31
ALG. WATER PLANT	24.05	44.80	45.72	55.24	75.41	59.79	64.37	63.72	82.40
DPS 1	55.18	87.04	46.30	60.20	83.80	60.99	71.09	60.61	70.67
DPS 2	53.38	76.70	48.73	61.02	115.42	66.87	67.32	68.89	83.86
DPS 3	49.04	35.92	44.00	57.31	122.99	62.36	63.47	67.54	85.81
DPS 4	44.67	63.22	45.97	59.98	67.40	50.77	66.69	49.92	59.40
DPS 5	57.51	69.08	36.19	59.41	70.84	68.83	65.98	52.73	66.26
DPS 6	51.77	78.56	50.52	64.03	101.46	69.24	67.95	80.61	85.30
DPS 7	53.99	66.99	59.63	63.32	94.01	63.13	65.58	70.25	93.89
DPS 10	39.67	67.20	33.44	54.61	74.22	52.77	56.73	44.78	65.88
DPS 11	51.92	75.25	51.41	54.34	94.55	65.64	59.54	64.80	70.30
DPS 12	44.72	69.18	45.22	60.14	78.64	63.49	58.88	64.66	66.91
DPS 13	47.52	81.52	28.65	46.02	114.45	66.06	62.70	70.14	69.78
DPS 14	45.26	70.86	38.20	59.72	82.91	54.84	61.50	54.83	73.97
DPS 15	54.15	79.05	35.26	61.01	84.46	51.21	39.05	40.04	57.41
DPS 16	44.16	63.76	30.80	54.80	91.08	59.30	61.66	50.15	61.32
DPS 17	54.17	3.64	27.50	66.21	91.49	65.28	58.77	63.52	78.00
DPS 19	64.23	4.04	50.12	59.51	105.96	68.87	70.78	52.61	69.14
DPS 20	48.08	65.49	51.79	51.04	83.61	61.13	55.94	51.12	54.54
ANNUAL AVG	49.77	62.75	41.83	57.31	91.46	62.29	62.04	60.87	72.39

STATION MONTHLY TOTAL RAINFALL MAXIMUM AND MINIMUM

Max(in)	16.16	Min (in)	0.04
Month	June	Month	July
Station	DPS 19	Station	ALG. WATER PLANT

AVG. MONTHLY RAINFALL OF ALL STATIONS	2025	2024	2023	2022	2021	2020	2019	2018	2017	
JANUARY	4.11	5.39	2.13	1.42	2.15	3.63	2.78	3.52	5.21	
FEBRUARY	2.75	4.99	2.17	3.72	4.95	4.56	4.73	2.74	1.70	
MARCH	3.24	7.99	1.69	3.86	9.72	0.72	1.65	3.83	4.46	
APRIL	5.24	6.16	2.94	2.92	10.61	5.29	8.36	5.22	5.50	
MAY	9.15	5.21	5.38	6.21	11.62	5.47	8.26	3.58	10.56	
JUNE	8.68	6.25	2.10	3.95	11.98	10.84	3.23	5.60	10.84	
JULY	5.58	8.77	6.46	10.94	7.64	11.82	13.52	6.79	6.79	
AUGUST	3.25	2.65	1.92	8.24	19.51	5.27	7.47	7.52	14.13	
SEPTEMBER	0.55	11.46	4.26	2.93	8.00	2.50	0.62	5.80	1.47	
OCTOBER	3.09	1.76	1.86	1.17	2.21	3.45	7.67	6.28	7.16	
NOVEMBER	0.27	4.39	2.03	5.60	2.02	4.88	1.00	5.85	0.22	
DECEMBER	3.88	3.85	8.90	6.36	1.05	3.86	2.75	4.67	4.98	
ANNUAL AVG	4.15	5.74	3.49	4.78	7.62	5.19	5.17	5.12	6.08	

2025 MAX DAILY RAINFALL			
MONTH	Day	Max (in)	Station
JANUARY	10	1.46	St. Joe (Station A)
FEBRUARY	23	1.91	St. Joe (Station A)
MARCH	31	1.86	DPS 14
APRIL	21	7.49	DPS 19
MAY	7	4.42	DPS 14
JUNE	15	2.93	DPS 19
JULY	7	3.02	DPS 19
AUGUST	17	2.55	N.O. WATER PLANT
SEPTEMBER	26	0.96	DPS 20
OCTOBER	26	2.67	DPS 15
NOVEMBER	25	0.43	DPS 19
DECEMBER	4	3.19	DPS 12

** 2016 not available

SEWERAGE AND WATER BOARD OF NEW ORLEANS
December 31, 2025
COST OF OPERATIONS IDENTIFICATION PROGRAM
BENCHMARKING 2025
(Unaudited)

ADMINISTRATIVE OFFICER:		
HUMAN RESOURCE:		
Cost to Hire an Employee	$	7,641
Employee Turnover Rate		1.00%
RISK MANAGEMENT:		
Insurance Cost:		
Workers' Compensation	$	1,956,276
Auto Liability	$	202,969
General Liability	$	24,548
GENERAL SUPERINTENDENT:		
ENGINEERING		
Total Capital Program Design and Construction Contracts Cost Growth		not available
ENVIRONMENTAL:		
Cost of Typical Industry Sampling Event	$	4,905
FACILITY MAINTENANCE:		
Cost to set 5/8" water meter	$	140
SUPPORT SERVICES:		
Average Annual Maintenance Cost	$	2,103.37
CHIEF CUSTOMER SERVICE OFFICER:		
CUSTOMER REVENUE MANAGER/CUSTOMER METER ASSURANCE/CUSTOMER EXPERIENCE:		
Cost to Read a Meter	$	2.85
Cost to Render a Bill (Less Meter Reading)	$	0.79
Cost to Manage a Customer by Phone	$	4.92
Cost to Manage a Customer by Mail	$	5.20
Cost to Manage a Walk-in Customer	$	16.60
Cost to Process a Mail-in Payment	$	1.25
Cost to Process a Walk-in Payment	$	9.24
CHIEF FINANCE OFFICER:		
OFFICE OF CONTROLLER:		
Cost to Process a Miscellaneous Invoice	$	320.32
Cost to Process a Vendor Invoice	$	64.30
OFFICE OF PROCUREMENT:		
Cost to Process Purchase Order		
Non-competitive	$	113.06
Formal competitive	$	471.12

THANK YOU!

CUSTOMER SERVICE EXCELLENCE AND STAKEHOLDER ENGAGEMENT

We strive to continuously meet and exceed the needs of our customers and proactively communicate and engage stakeholders.

EISNERAMPER

SEWERAGE AND WATER BOARD OF NEW ORLEANS

REPORTS ON INTERNAL CONTROL AND COMPLIANCE

DECEMBER 31, 2025

SEWERAGE AND WATER BOARD OF NEW ORLEANS
New Orleans, Louisiana

Single Audit Reports

December 31, 2025

Table of Contents

EisnerAmper LLP
One Galleria Blvd.
Suite 2100
Metairie, LA 70001
T 504.837.5990
F 504.834.3609
www.eisneramper.com

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

To the Members of the Board
Sewerage and Water Board of New Orleans

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 enterprise fund and fiduciary fund of the Sewerage and Water Board of New Orleans (the "Board") as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements, and have issued our report thereon dated June 26, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Board'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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Board's internal control. Accordingly, we do not express an opinion on the effectiveness of the Board'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 Board'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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

EisnerAmper LLP

EISNERAMPER LLP
Metairie, Louisiana
June 26, 2026

EisnerAmper LLP
One Galleria Blvd.
Suite 2100
Metairie, LA 70001
T 504.837.5990
F 504.834.3609
www.eisneramper.com

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE AND THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

To the Members of the Board
Sewerage and Water Board of New Orleans

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Sewerage and Water Board of New Orleans' (the "Board") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Board's major federal programs for the year ended December 31, 2025. The Board's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Board complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Board and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Board's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Board's federal programs.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Board's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Board's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, 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 Board's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the Board's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Board's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2025-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the Board's response to the noncompliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The Board's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2025-001, to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the Board's response to the internal control over compliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The Board's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the enterprise fund and fiduciary fund of the Board, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements. We issued our report thereon dated June 26, 2026, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

EisnerAmper LLP

EISNERAMPER LLP
Metairie, Louisiana
June 26, 2026

SEWERAGE AND WATER BOARD OF NEW ORLEANS
New Orleans, Louisiana

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2025

Federal Grantor/Pass-Through Grantor/ Program Title/Grant Name	Assistance Listing Number	Pass-Through Identifying Number	Federal Expenditures
U.S. Department of Housing and Urban Development			
Pass-through program from:			
Louisiana Office of Community Development			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	B-06-DG-22-0001	$ 10,111,068
Total U.S. Department of Housing and Urban Development			10,111,068
U.S. Department of Treasury:			
Pass-through program from:			
City of New Orleans, Louisiana			
Covid-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	3,713,220
Total U.S. Department of Treasury			3,713,220
U.S. Environmental Protection Agency:			
Direct:			
Water Infrastructure Finance and Innovation Act (WIFIA)	66.958	N/A	165,809,696
Pass-through program from:			
Louisiana Department of Environmental Quality			
Capitalization Grants for Clear Water State Revolving Funds	66.458	N/A	2,680,125
Louisiana Department of Health			
Drinking Water State Revolving Funds	66.468	N/A	394,149
Total U.S. Environmental Protection Agency			168,883,970
U.S. Department of Homeland Security:			
Pass-through program from:			
State of Louisiana, Office of Homeland Security and Emergency Preparedness			
Disaster Grants - Public Assistance	97.036	1792-DR-LA, 1603-DR-LA-0411, & various others	21,909,033
Hazard Mitigation Grant Program	97.039	1792-022-0002, 1603-071-0039, & various others	10,587,172
Total U.S. Department of Homeland Security			32,496,205
Total Federal Awards Expended			$ 215,204,463

See accompanying notes to the schedule of expenditures of federal awards.

Notes to Schedule of Expenditures of Federal Awards

Year ended December 31, 2025

(1) Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Sewerage and Water Board of New Orleans (the "Board") under programs of the federal government for the year ended December 31, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Board, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Board.

(2) Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The Board has elected not to use the de minimus cost rates allowed under the Uniform Guidance.

(3) Relationship to Basic Financial Statements

Federal awards are included in capital contributions on the statement of revenues, expenses, and changes in net position or debt balances as described in Note 4.

(4) Debt from Federal Programs

The Board has entered into several loan agreements with the Louisiana Department of Environmental Quality (LDEQ) whereby the LDEQ has committed to loan the Board certain amounts for each agreement to fund various projects. The loan proceeds are provided to the Board in incremental amounts as project costs are incurred. A portion of the loan proceeds are funded by the federal Clean Water State Revolving Fund (CWSRF) program. The indebtedness to the LDEQ is evidenced through the Sewerage Service Revenue Bonds, Series 2011, Series 2019, Series 2022, Series 2023, Series 2024A and Series 2024B. As of December 31, 2025, $37,272,099 is included bonds payable on the financial statements related to these agreements. Total 2025 drawdowns on the loans were $11,034,427. Of this amount, $2,680,125 was funded by the CWSRF program which is the amount included on the Schedule. This is not a federal loan or loan guarantee program, and as a result, the outstanding liability is not included on the Schedule.

On November 10, 2021, the Board closed on a $275,000,000 revenue debt issue through the Water Infrastructure Financing and Innovation Act (WIFIA) with the U.S. Environment Agency (EPA) to fund over 160 projects to modernize aging and storm damaged sewer pipelines throughout the City of New Orleans as part of a comprehensive Sewer System Evaluation and Rehabilitation Program. The WIFIA debt will be due in semi-annual installments of interest and annual payments of principal, with a final maturity date of 35 years following the substantial completion date of the projects. The total 2025 WIFIA debt proceeds were $93,409,714 and the total debt outstanding as of December 31, 2025, is $165,809,696.

In 2024 and 2025, the Board entered into agreements with the Louisiana Department of Health (LDH) whereby the LDH has committed to loan the Board $86,000,000 and $4,593,676, respectively, to fund the water system. The loans are being advanced in incremental amounts as project costs are incurred. The indebtedness to the LDH is evidenced through the Taxable Water Revenue Bonds, Series 2024A and Series 2025. Total 2025 drawdowns on the loans were $394,149, which is the amount included on the Schedule. As of December 31, 2025, $297,177 is included in bonds payable. These are not federal loan or loan guarantee programs, and as a result, the outstanding liability is not included on the Schedule.

SEWERAGE AND WATER BOARD OF NEW ORLEANS
New Orleans, Louisiana

Schedule of Findings and Questioned Costs

Year ended December 31, 2025

(1) Summary of Independent Auditors' Results

Financial Statements

(a) The type of report issued on the basic financial statements: **Unmodified**

(b) Internal control over financial reporting:

Material weakness(es) identified: **No**

Significant deficiency(ies) identified: **None reported**

(c) Noncompliance which is material to the basic financial statements: **No**

Federal Awards

(d) Internal control over major federal programs:

Material weakness(es) identified: **No**

Significant deficiency(ies) identified: **Yes**

(e) Type of auditor's report issued on compliance for major federal programs: **Unmodified**

(f) Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **Yes**

(g) Identification of major federal programs:

- 66.458 – Capitalization Grants for Clear Water State Revolving Funds
- 66.958 – Water Infrastructure Finance and Innovation Act
- 97.039 – Hazard Mitigation Grant Program

(h) Dollar threshold used to distinguish between Type A and Type B programs: **$1,481,843**

(i) Auditee qualified as a low-risk auditee under the Uniform Guidance: **Yes**

(2) Findings relating to the basic financial statements reported in accordance with *Government Auditing Standards*

None

(3) Findings and questioned costs related to federal awards

2025-001 WIFIA Allowable Costs / Activities

United States Environmental Protection Agency – 66.958 – Water Infrastructure Finance and Innovation Act (WIFIA)

Agreement No(s):	WIFIA – N19137LA
Criteria:	Under 2 CFR § 200.403, costs charged to a federal award must be necessary, reasonable, and allocable to the federal award and must conform to any limitations or exclusions set forth in the terms and conditions of the award. The WIFIA loan agreement further limits eligible costs to those incurred for EPA-approved projects.
Condition:	During testing of WIFIA loan draws for the year ended December 31, 2025, we noted that $3,167,614 million of project costs were funded through WIFIA loan draws for a project that had not yet received approval from the EPA at the time the costs were incurred and drawn.
Context/Population:	The exception was identified during testing of WIFIA loan draws, which totaled $93,409,714 million for the year ended December 31, 2025. The questioned costs totaling $3,167,614 relate to one project that had not yet received EPA approval at the time of the draw.
Cause:	The Board's processes for reviewing and approving project eligibility prior to requesting WIFIA loan draws did not include sufficient controls to ensure that projects had received formal EPA approval in accordance with the WIFIA loan agreement before costs were submitted for reimbursement.
Effect:	As a result, federal funds were used to finance costs that were not associated with an EPA-approved project at the time of draw, resulting in questioned costs of $3,167,614. This represents noncompliance with federal requirements and the terms and conditions of the WIFIA loan agreement and could result in potential disallowance or repayment to the federal agency.
Identification of a repeat finding:	This is not a repeat finding.
Recommendation:	We recommend that the Board strengthen its controls over WIFIA draw requests to ensure that: • All projects included in a draw request have received formal EPA approval in accordance with the loan agreement; • A documented review process is performed prior to submission of each draw request to confirm project eligibility; and • A timely reconciliation or crosswalk is maintained linking project costs to approved WIFIA project designations.

C. Findings and questioned costs related to federal awards *(continued)*

2025-001 WIFIA Allowable Costs / Activities (continued)

United States Environmental Protection Agency – 66.958 – Water Infrastructure Finance and Innovation Act (WIFIA)

View of Responsible Officials:

Management acknowledges the finding relative to formal documentation for eligible project costs and will enhance review procedures for monthly WIFIA loans draws to have written contemporaneous evidence from the lender in addition to preliminary approval received for project transfers or changes (i.e. renaming of subprojects listed in the loan closing documents within the same scope approved in the loan). The project changes materialized due to a change in expected timing of Sewer Utility work included in joint projects with the City's Department of Public Works. As a result, standalone projects were executed to complete the required work by the October 2025 deadline mandated in the Sewer Consent Decree. The changes were discussed with the lender upon notification from the Department of Public Works and included in WIFIA quarterly reporting while the formal project approvals are in process. The Utility's Project Delivery Unit Director is responsible for ensuring that this corrective action is accomplished with an estimated timeline for completion by September 30, 2026.

The WIFIA project scope is defined as:

I. Water Line Replacement via the Joint Infrastructure (JIRR) Program;
II. Sewer Line Replacement via the Joint Infrastructure Recovery Roads (JIRR) Program;
III. Sewer System Evaluation and Rehabilitation Program (SSERP); and
IV. Sewer Force Main Replacement and Improvement.

The eligible activities include, restoration and replacement of damaged gravity sanitary sewer mains, manhole rehabilitation and repair, CIPP lining and point repairs, Water line replacement and repair, Roadway restoration and ADA curb ramp improvements associated with the utility work.

"RE-BUILDING THE CITY'S WATER SYSTEMS FOR THE 21ST CENTURY"

Sewerage & Water Board OF NEW ORLEANS

625 ST. JOSEPH STREET
NEW ORLEANS, LA 70165 • 504-529-2837 OR 52-WATER
www.swbno.org

June 24, 2026

RE: Corrective Action Plan for Findings in 2025 Audit

The following information is included to document a Corrective Action Plan for finding **2025-001** contained in the 2025 Single Audit performed by Eisner Amper LLP.

2025-001 WIFIA Allowable Costs / Activities

United States Environmental Protection Agency – 66.958 – Water Infrastructure Finance and Innovation Act (WIFIA)

Agreement No(s):	WIFIA – N19137LA
Criteria:	Under 2 CFR § 200.403, costs charged to a federal award must be necessary, reasonable, and allocable to the federal award and must conform to any limitations or exclusions set forth in the terms and conditions of the award. The WIFIA loan agreement further limits eligible costs to those incurred for EPA-approved projects.
Condition:	During testing of WIFIA loan draws for the year ended December 31, 2025, we noted that $3,167,614 million of project costs were funded through WIFIA loan draws for a project that had not yet received approval from the EPA at the time the costs were incurred and drawn.
Context/Population:	The exception was identified during testing of WIFIA loan draws, which totaled $93,409,714 million for the year ended December 31, 2025. The questioned costs totaling $3,167,614 relate to one project that had not yet received EPA approval at the time of the draw.
Cause:	The Board's processes for reviewing and approving project eligibility prior to requesting WIFIA loan draws did not include sufficient controls to ensure that projects had received formal EPA approval in accordance with the WIFIA loan agreement before costs were submitted for reimbursement.
Effect:	As a result, federal funds were used to finance costs that were not associated with an EPA-approved project at the time of draw, resulting in questioned costs of $3,167,614. This represents noncompliance with federal requirements and the terms and conditions of the WIFIA loan agreement and could result in potential disallowance or repayment to the federal agency.
Identification of a repeat finding:	This is not a repeat finding.
Recommendation:	We recommend that the Board strengthen its controls over WIFIA draw requests to ensure that: • All projects included in a draw request have received formal EPA approval in accordance with the loan agreement; • A documented review process is performed prior to submission of each draw request to confirm project eligibility; and • A timely reconciliation or crosswalk is maintained linking project costs to approved WIFIA project designations.

Corrective
Action Plan:

Management acknowledges the finding relative to formal documentation for eligible project costs and will enhance review procedures for monthly WIFIA loans draws to have written contemporaneous evidence from the lender in addition to preliminary approval received for project transfers or changes (i.e. renaming of subprojects listed in the loan closing documents within the same scope approved in the loan). The project changes materialized due to a change in expected timing of Sewer Utility work included in joint projects with the City's Department of Public Works. As a result, standalone projects were executed to complete the required work by the October 2025 deadline mandated in the Sewer Consent Decree. The changes were discussed with the lender upon notification from the Department of Public Works and included in WIFIA quarterly reporting while the formal project approvals are in process. The Utility's Project Delivery Unit Director is responsible for ensuring that this corrective action is accomplished with an estimated timeline for completion by September 30, 2026.

The WIFIA project scope is defined as:

I. Water Line Replacement via the Joint Infrastructure (JIRR) Program;
II. Sewer Line Replacement via the Joint Infrastructure Recovery Roads (JIRR) Program;
III. Sewer System Evaluation and Rehabilitation Program (SSERP); and
IV. Sewer Force Main Replacement and Improvement.

The eligible activities include, restoration and replacement of damaged gravity sanitary sewer mains, manhole rehabilitation and repair, CIPP lining and point repairs, Water line replacement and repair, Roadway restoration and ADA curb ramp improvements associated with the utility work.

EisnerAmper LLP
One Galleria Blvd.
Suite 2100
Metairie, LA 70001
T 504.837.5990
F 504.834.3609
www.eisneramper.com

June 26, 2026

To the Members of the Board of Directors of the
Sewerage and Water Board of New Orleans:

We have audited the financial statements of the Sewerage and Water Board of New Orleans (the "Board"), for the year ended December 31, 2025 and have issued our report thereon. As part of our audit, we evaluated the system of internal accounting control and considered compliance with applicable laws, regulations, contracts, and grant agreements to the extent we considered necessary as required by 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. Under these standards, the purposes of such evaluation and consideration are solely to establish a basis for designing our auditing procedures 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 Board's internal control, or on compliance.

The objective of internal control is to provide reasonable, but not absolute, assurance as to the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of the financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a system of internal accounting control should not exceed the benefits derived and also recognizes that the evaluation of these factors necessarily requires estimates and judgments by management.

No matter how good a system is, there are inherent limitations that should be recognized in considering the potential effectiveness of internal accounting controls. In the performance of most control procedures, errors can result from misunderstanding of instructions, mistakes of judgment, carelessness, or other personal factors. Control procedures whose effectiveness depends upon segregation of duties can be circumvented by collusion. Similarly, control procedures can be circumvented intentionally by management either with respect to the execution and recording of transactions or with respect to the estimates and judgments required in the preparation of financial statements. Further, projection of any evaluation of internal accounting control to future periods is subject to the risk that the degree of compliance with the procedures may deteriorate. We say this simply to suggest that any system needs to be constantly reviewed and improved where necessary.

However, during the course of our audit, we identified certain matters that we believe represent opportunities to strengthen internal controls and improve financial reporting processes. Our comments and suggestions regarding these matters are set forth on the following page. This letter does not affect our reports dated June 26, 2026, on the financial statements of the Board and the Board's internal control and compliance over financial reporting.

2025-1 Retainage Payable and Accounts Payable

Condition

During our audit procedures over retainage payable and accounts payable, we noted that retainage payable balances and certain accounts payable amounts were not consistently or accurately recorded at year-end. Specifically, certain vendor payables were either understated, and retainage associated with construction contracts was not accurately reflected in the general ledger.

The condition appears to result from a lack of a comprehensive reconciliation process between retainage subsidiary records (including contract schedules, invoices, and/or retainage reports) and the general ledger, and a lack of formal review controls to ensure completeness of obligations recorded at year-end. In addition, we noted instances in which liabilities related to goods and services received prior to year-end were not recorded timely, in part due to the reliance on vendor invoices as the primary trigger for recording liabilities.

As a result, audit adjustments were required to properly state accounts payable and retainage payable balances at year-end. Without these adjustments, liabilities and related expenditures could be misstated, potentially impacting the accuracy and completeness of financial reporting. Additionally, to the extent that such expenditures are eligible for reimbursement under grants or other funding arrangements, unrecorded liabilities may also result in the understatement or misstatement of related revenues, as revenue recognition under such arrangements is typically dependent on the incurrence of allowable costs.

Recommendation:

We recommend that management implement a formal period-end close and accrual process to ensure that:

- Retainage payable balances are supported by underlying supporting documentation (invoices, contract schedules, etc.) and agree to the general ledger;
- All accounts payable, including retainage, are recorded in the appropriate period; and
- Liabilities are accrued based on the timing receipt of goods or services, rather than solely upon receipt of vendor invoices.

In instances where vendor invoices are not received timely, management should utilize available information such as contract terms, work-in-progress reports, engineer/project manager estimates, or subsequent disbursements/payments to estimate and record accruals at period-end. Further, management should consider enhancing review controls over year-end accruals, grant-related expenditures, and construction-related liabilities to ensure completeness and accuracy.

Management's Response:

In February 2026, the Utility converted to a new Cloud based financial system providing the ability to remove many of the manual aspects of retainage and accounts payable including routine processing of invoices and period-end accruals for late invoices. Further additional monitoring of contractor billing statuses and periodic invoicing overseen by the Project Delivery Unit will be undertaken through the implementation of the new system.

These matters have been discussed with management, and their responses and planned corrective actions are presented herein. This letter does not affect our report dated June 26, 2026 on the financial statements of the Board, and furthermore, this letter is intended for use only by the Board's management and audit committee and is not intended to be used, and should not be used, by anyone other than these specified parties. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

EisnerAmper LLP

EISNERAMPER LLP
Metairie, Louisiana
June 26, 2026

EISNERAMPER

SEWERAGE AND WATER BOARD OF NEW ORLEANS, LOUISIANA

REPORT ON STATEWIDE AGREED-UPON PROCEDURES ON COMPLIANCE AND CONTROL AREAS

FOR THE YEAR ENDED DECEMBER 31, 2025

SEWERAGE AND WATER BOARD OF
NEW ORLEANS, LOUISIANA

TABLE OF CONTENTS

EISNERAMPER

EisnerAmper LLP
One Galleria Blvd.
Suite 2100
Metairie, LA 70001
T 504.837.5990
F 504.834.3609
www.eisneramper.com

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

To: Honorable Helena Moreno, President, and Members of the Sewerage and Water Board if New Orleans, Louisiana, and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period January 1, 2025 through December 31, 2025. Management of the Sewerage and Water Board of New Orleans (the "Board" or "Entity") is responsible for those C/C areas identified in the SAUPs.

The Sewerage and Water Board of New Orleans has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period January 1, 2025 through December 31, 2025. Additionally, the LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures we performed, and the associated findings are summarized in the attached Schedule A, which is an integral part of this report.

We were engaged by the Board to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA and the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs of the Board for the fiscal period January 1, 2025, through December 31, 2025. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Board and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

The purpose of this report is intended solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

EisnerAmper LLP

EISNERAMPER LLP
Metairie, Louisiana
June 26, 2026

The procedures performed and the results thereof are set forth below. The procedure is stated first, followed by the results of the procedure presented in italics. If the item being subjected to the procedures is positively identified or present, then the results will read *"no exception noted" or for step 13 "we performed the procedure and discussed the results with management".* If not, then a description of the exception ensues.

1) Written Policies and Procedures

A. Obtain and inspect the entity's written policies and procedures and observe whether they address each of the following categories and subcategories (if applicable to public funds and the entity's operations):

i. ***Budgeting***, including preparing, adopting, monitoring, and amending the budget.

No exception noted.

ii. ***Purchasing***, including (1) how purchases are initiated; (2) how vendors are added to the vendor list; (3) the preparation and approval process of purchase requisitions and purchase orders; (4) controls to ensure compliance with the Public Bid Law; and (5) documentation required to be maintained for all bids and price quotes.

No exception noted.

iii. ***Disbursements***, including processing, reviewing, and approving

No exception noted.

iv. ***Receipts/Collections***, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).

No exception noted.

v. ***Payroll/Personnel***, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee rates of pay or approval and maintenance of pay rate schedules.

No exception noted.

vi. ***Contracting***, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.

No exception noted.

vii. ***Travel and Expense Reimbursement***, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.

No exception noted.

viii. ***Credit Cards (and debit cards, fuel cards, purchase cards, if applicable)***, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).

No exception noted.

ix. ***Ethics***, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.

No exception noted.

x. ***Debt Service***, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.

No exception noted.

xi. ***Information Technology Disaster Recovery/Business Continuity***, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.

No exception noted.

xii. ***Prevention of Sexual Harassment***, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

No exception noted.

2) Board or Finance Committee

A. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:

i. Observe whether the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.

No exception noted.

ii. For those entities reporting on the governmental accounting model, observe whether the minutes referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual comparisons, at a minimum, on all proprietary funds, and semi-annual budget- to-actual comparisons, at a minimum, on all special revenue funds. *Alternatively, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.*

No exception noted.

iii. For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.

Not applicable as the Entity does not have a general fund.

iv. Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

Not applicable as the Entity did not have prior year audit findings.

3) Bank Reconciliations

A. Obtain a listing of entity bank accounts for the fiscal period from management and management's representation that the listing is complete. Ask management to identify the entity's main operating account. Select the entity's main operating account and randomly select 4 additional accounts (or all accounts if less than 5). Randomly select one month from the fiscal period, obtain and inspect the corresponding bank statement and reconciliation for each selected account, and observe that:

A listing of bank accounts was provided and included a total of 24 bank accounts. Management identified the entity's main operating account. No exceptions were noted as a result of performing this procedure.

From the listing provided, we selected 5 bank accounts (1 main operating and 4 randomly) and obtained the bank reconciliations for the month ending September 30, 2025, resulting in 5 bank reconciliations obtained and subjected to the below procedures.

i. Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);

No exception noted.

ii. Bank reconciliations include written evidence that a member of management or a board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation within 1 month of the date the reconciliation was prepared (e.g., initialed and dated, electronically logged); and

No exception noted.

iii. Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Exception noted. For 3 of the 5 bank accounts selected for testing, management did not have documentation reflecting that it had researched reconciling items that have been outstanding for 12 months from the statement closing date. No exception for the other two bank accounts.

4) Collections (excluding electronic funds transfers)

A. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

A listing of deposit sites was provided and included a total of 3 deposit sites. No exceptions were noted as a result of performing this procedure.

From the listing provided, we selected the 3 deposit sites and performed the procedures below.

B. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (e.g. 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if there are no written policies or procedures, then inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:

A listing of collection locations for each deposit site selected in procedure #4A was provided and included a total of 3 collection locations. No exceptions were noted as a result of performing this procedure.

From each of the listings provided, we randomly selected one collection location for each deposit site. Review of the Entity's written policies and procedures or inquiry with employee(s) regarding job duties was performed in order to perform the procedures below.

i. Employees responsible for cash collections do not share cash drawers/registers;

No exception noted.

ii. Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g. pre-numbered receipts) to the deposit;

No exception noted.

iii. Each employee responsible for collecting cash is not also responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit; and

No exception noted.

iv. The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or custodial fund additions, is (are) not also responsible for collecting cash, unless another employee verifies the reconciliation.

No exception noted.

C. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was in force during the fiscal period.

No exception noted.

D. Randomly select two deposit dates for each of the 5 bank accounts selected for Bank Reconciliations procedure #3A (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternatively, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

We randomly selected 2 deposit dates for each of the 5 bank accounts selected in procedure #3A. For 2 of the 5 bank accounts, there were no deposits made during the year and for 1 of the 5 bank accounts, there was one deposit made that was selected for testing. We obtained supporting documentation for each of the 5 deposits selected for testing and performed the procedures below.

i. Observe that receipts are sequentially pre-numbered.

No exception noted.

ii. Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

No exception noted.

iii. Trace the deposit slip total to the actual deposit per the bank statement.

No exception noted.

iv. Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than $100 and the cash is stored securely in a locked safe or drawer).

Exception noted. For all 5 collections selected for testing, the deposit was not made within one business day of receipt.

v. Trace the actual deposit per the bank statement to the general ledger.

No exception noted.

5) Non-payroll Disbursements (excluding card purchases, travel reimbursements, and petty cash purchases)

A. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).

The listing of locations that process payments for the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

We note that the Entity has 1 location that processes payments, and we therefore performed the procedures below for that location.

B. For each location selected under #5A above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, then inquire of employees about their job duties), and observe that job duties are properly segregated such that:

The listing of employees involved with non-payroll purchasing and payment functions for the payment processing location selected in procedure #5A was provided. No exceptions were noted as a result of performing this procedure.

Review of the Entity's written policies and procedures or inquiry with employee(s) regarding job duties was performed in order to perform the procedures below.

i. At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order or making the purchase;

No exception noted.

ii. At least two employees are involved in processing and approving payments to vendors;

No exception noted.

iii. The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files;

No exception noted.

iv. Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments; and

No exception noted.

v. Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.

No exception noted.

C. For each location selected under #5A above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction and

A listing of non-payroll disbursements for the payment processing location selected in procedures #5A was provided related to the reporting period. No exceptions were noted as a result of performing this procedure.

From each of the listings provided, we randomly selected 5 disbursements and performed the procedures below.

i. Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice, and that supporting documentation indicates that deliverables included on the invoice were received by the entity, and

No exception noted.

ii. Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under procedure #5B above, as applicable.

No exception noted.

D. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3A, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy, and (b) approved by the required number of authorized signers per the entity's policy. Note: If no electronic payments were made from the main operating account during the month selected the practitioner should select an alternative month and/or account for testing that does include electronic disbursements.

No exception noted.

6) Credit Cards/Debit Cards/Fuel Cards/Purchase Cards (Cards)

A. Obtain from management a listing of all active credit cards, bank debit cards, fuel cards, and purchase cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtain management's representation that the listing is complete.

A listing of cards was provided. No exceptions were noted as a result of performing this procedure.

B. Using the listing prepared by management, randomly select 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly select one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement). Obtain supporting documentation, and

From the listing provided, we noted that there were 2 cards used in the fiscal period. We randomly selected one monthly statement for the 2 cards selected and performed the procedures noted below.

i. Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved) by someone other than the authorized card holder (those instances requiring such approval that may constrain the legal authority of certain public officials, such as the mayor of a Lawrason Act municipality, should not be reported; and

No exception noted.

ii. Observe that finance charges and late fees were not assessed on the selected statements.

No exception noted.

C. Using the monthly statements or combined statements selected under procedure #6B above, <u>excluding fuel cards</u>, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (e.g., each card should have 10 transactions subject to inspection). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and observe whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

We randomly selected 10 transactions for the 2 cards selected in procedure #6B. We observed that each transaction was supported by (1) an original itemized receipt that identified precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). No exception noted.

D. Using the list of terminated employees obtained in Payroll and Personnel procedure #9C identify those individuals who had access to cards and randomly select 5 terminated employees (or all terminated employees with card access if less than 5) from this population. Observe evidence that the cards have been deactivated for these terminated employees. In cases where a card is shared by multiple users, obtain evidence that the terminated employees' authorization has been removed.

No exception noted.

7) *Travel and Travel-Related Expense Reimbursements (excluding card transactions)*

A. Obtain from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly select 5 reimbursements, and obtain the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:

The listing of travel and travel-related expense reimbursements was provided for the fiscal period. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 reimbursements and performed the procedures below.

i. If reimbursed using a per diem, observe that the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration (www.gsa.gov);

No exception noted.

ii. If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased;

No exception noted.

iii. Observe that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those individuals participating) and other documentation required by "Written Policies and Procedures", procedure #1A(vii); and

No exception noted.

iv. Observe that each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

No exception noted.

8) Contracts

A. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternatively, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and

An active vendor list for the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 contracts and performed the procedures below.

i. Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law;

No exception noted.

ii. Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g. Lawrason Act, Home Rule Charter);

No exception noted.

iii. If the contract was amended (e.g., change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, the documented approval); and

No exception noted.

iv. Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

No exception noted.

9) Payroll and Personnel

A. Obtain a listing of employees/elected officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees/officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

A listing of employees/elected officials employed during the fiscal year was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 5 employees/officials and performed the specified procedures.

B. Randomly select one pay period during the fiscal period. For the 5 employees/officials selected under procedure #9A above, obtain attendance records and leave documentation for the pay period, and

We randomly selected one pay period during the fiscal period and performed the procedures below for the 5 employees/officials selected in procedure #9A.

i. Observe that all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory);

No exception noted.

ii. Observe whether supervisors approved the attendance and leave of the selected employees or officials;

No exception noted.

iii. Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records; and

No exception noted.

iv. Observe the rate paid to the employees or officials agrees to the authorized salary/pay rate found within the personnel file.

No exception noted.

C. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials and obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee's or official's cumulative leave records, agree the pay rates to the employee's or official's authorized pay rates in the employee's or official's personnel files, and agree the termination payment to entity policy.

A listing of employees/officials receiving termination payments during the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected 2 employees/officials and performed the specified procedures.

D. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

No exception noted.

10) *Ethics*

A. Using the 5 randomly selected employees/officials from procedure "Payroll and Personnel" procedure #9A, above obtain ethics documentation from management, and

i. Observe whether the documentation demonstrates that each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170; and

No exception noted.

ii. Observe whether the entity maintains documentation which demonstrates that each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.

No exception noted.

B. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

No exception noted.

11) Debt Service

A. Obtain a listing of bonds/notes issued during the fiscal period and management's representation that the listing is complete. Select all bonds/notes on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each bond/note issued as required by Article VII, Section 8 of the Louisiana Constitution.

No exception noted.

B. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

A listing of bonds/notes outstanding at the end of the fiscal period was provided. No exceptions were noted as a result of performing this procedure.

From the listing provided, we randomly selected one bond/note and performed the specified procedures. No exceptions noted.

12) Fraud Notice

A. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled as required by R.S. 24:523.

Exception noted. Management asserted that there were no misappropriations of public funds or assets during the fiscal period. The Entity did not report an instance of potential attempted theft of brass to the legislative auditor and the district attorney.

B. Observe that the entity has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

No exception noted.

13) Information Technology Disaster Recovery/Business Continuity

Perform the following procedures, **verbally discuss the results with management, and report "We performed the procedure and discussed the results with management."**

A. Obtain and inspect the entity's most recent documentation that it has backed up its critical data (if there is no written documentation, then inquire of personnel responsible for backing up critical data) and observe evidence that such backup (a) occurred within the past week, (b) was not stored on the government's local server or network, and (c) was encrypted.

We performed the procedure and discussed the results with management.

B. Obtain and inspect the entity's most recent documentation that it has tested/verified that its backups can be restored (if there is no written documentation, then inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.

We performed the procedure and discussed the results with management.

C. Obtain a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

We performed the procedure and discussed the results with management.

D. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in Payroll and Personnel procedure #9C. Observe evidenced that the selected terminated employees have been removed or disabled from the network.

We performed the procedure and discussed the results with management.

E. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency's information technology assets have completed cybersecurity training as required by R.S. 42:1267. The requirements are as follows:

- Hired before June 9, 2020 - completed the training; and
- Hired on or after June 9, 2020 - completed the training within 30 days of initial service or employment.

We performed the procedure and discussed the results with management.

14) Prevention of Sexual Harassment

A. Using the 5 randomly selected employees/officials from "Payroll and Personnel" procedure #9A, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.

No exception noted.

B. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).

   No exception noted.

C. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that the report includes the applicable requirements of R.S. 42:344:

   i. Number and percentage of public servants in the agency who have completed the training requirements;

      No exception noted.

   ii. Number of sexual harassment complaints received by the agency;

      No exception noted.

   iii. Number of complaints which resulted in a finding that sexual harassment occurred;

      No exception noted.

   iv. Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and

      No exception noted.

   v. Amount of time it took to resolve each complaint.

      No exception noted.

Management's Response to Statewide Agreed-Upon Procedures Sewerage and Water Board of New Orleans, Louisiana

In response to bank reconciliations exception 3A(iii):

In February 2026, the Utility converted to a new Cloud based financial system providing the ability to remove many of the manual aspects of bank reconciliations to address the matter.

In response to collections exception 4D(iv):

Utility procedures for miscellaneous receipt processing are being reviewed to ensure deposits are timely.

In response to collections exception 12A:

The attempted misappropriation was reported to the New Orleans Police Department, and the items were recovered prior to the former employee leaving the premises. Further the Utility utilizes a documented policy with a minimum threshold for lost property for formal reporting requirements.