

VILLAGE OF DELTA

DELTA, LOUISIANA

Financial Statements

**For the Year Ended June 30, 2021
with
Independent Auditor's Report**

**VILLAGE OF DELTA
DELTA, LOUISIANA
FINANCIAL STATEMENTS
JUNE 30, 2021**

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DELTA, LOUISIANA
FINANCIAL STATEMENTS
JUNE 30, 2021**

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THE HALFORD FIRM, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor, and Members of
The Board of Aldermen
Village of Delta
Delta, Louisiana

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Delta, Louisiana as of and for the year ended June 30, 2021, and the related notes to the financial statements which collectively comprise the Village's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design

The Honorable Mayor, and Members of
The Board of Aldermen
Village of Delta
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audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities and each major fund of the Village of Delta, as of June 30, 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4-8 and the budgetary comparison information on page 28 through 30 be presented to supplement the basic financial statements. Such information, although not a part of 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village's basic financial statements. The supplementary

The Honorable Mayor, and Members of
The Board of Aldermen
Village of Delta
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information listed in the table of contents is presented for the purpose of additional analysis and is not a required part of the financial statements.

The other supplementary information listed in the table of contents 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. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects, in relation to the basic financial statements as a whole.

Other Financial Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Delta's basic financial statements. The accompanying other financial information consisting of the schedule of compensation, benefits, and other payments to agency head on page 34 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

Other Reporting Required by Government Auditing Standards

In accordance with Governmental Auditing Standards, we have also issued our report dated January 7, 2022, on our consideration of the Village of Delta, Louisiana'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 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 Village of Delta, Louisiana's internal control over financial reporting and compliance.

The Halford Firm, PLLC

Vicksburg, Mississippi
January 7, 2022

REQUIRED SUPPLEMENTARY INFORMATION

PART I

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of The Village of Delta, Louisiana's financial performance provides an overview of the Village's financial activities for the year ended June 30, 2021. Please read it in conjunction with the Village's financial statements, which begin on page 8.

FINANCIAL HIGHLIGHTS

The Village's net position increased \$197,606 as a result of this year's operations. This increase in net position is mainly the Village's investment in capital assets.

During the year, the Village had total expenses of \$387,682 in governmental activities and expenses of \$150,622 in the Water and Sewer Funds.

The Village's total revenue in governmental funds for the current year was \$391,848. This was a decrease of \$13,835 from the previous year. This decrease is because of prior year loan proceeds received for capital asset purchases.

OVERVIEW OF THE FINANCIAL STATEMENTS

This Management Discussion and Analysis document introduces the Village's basic financial statements. The annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the financial activities as a whole and illustrate a longer-term view of the Village's finances. The Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Fund tell how these services were financed in the short term as well as what remains for future spending. Fund Financial Statements also report the operations in more detail than the Government-wide Financial Statements by providing information about the most significant funds. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. The government-wide financial statements provide short- and long-term information about the Village's financial status as a whole.

The Village of Delta's government-wide financial statements include a Statement of Net Position (pg. 9) and Statement of Activities (pg. 10), which are prepared using accounting principles that are similar to commercial enterprises. The purpose of the Statement of Net Position is to report all of the assets held and liabilities owed by the Village using the full accrual basis of accounting. The Village reports all of its assets when it acquires ownership over the assets and reports all of its liabilities when they are incurred.

The difference between the Village's total assets and total liabilities is reported as net position and this difference is similar to the total owner's equity presented by a commercial enterprise. Over time, increases or decreases in the Village's net position are indicators of whether financial health is improving or deteriorating.

The purpose of the Statement of Activities is to present the revenues and expenses of the Village. Again, the items presented on the Statement of Activities are measured in a manner similar to the approach used by a commercial enterprise in that revenues are recognized when earned or established criteria are satisfied, and expenses are reported when incurred by the Village. Thus, revenues are reported even though they may not be collected for several months after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Proprietary Funds. Proprietary funds encompass enterprise funds on the fund financial statements. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The proprietary major fund presentation is presented on an accrual basis. Information is presented separately in the enterprise fund balance sheet and statement of revenues, expenditures and changes in fund balance for the Water and Sewer Funds, which are considered to be *major funds*.

Budget Adoption. The Village of Delta adopts an annual appropriated budget for the general fund. A budgetary comparison statement is provided to demonstrate compliance with this budget.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's performance.

REPORTING ON THE VILLAGE OF DELTA AS A WHOLE

The following table reflects the condensed Statement of Net Position:

CONDENSED STATEMENT OF NET POSITION
Years Ended June 30, 2021, and 2020

| | <u>2021</u> | <u>2020</u> |
|---|---------------------|---------------------|
| Assets | | |
| Current and other assets | \$ 315,269 | \$ 257,106 |
| Capital assets, net of accumulated depreciation | <u>1,553,860</u> | <u>1,436,468</u> |
| Total Assets | <u>1,869,129</u> | <u>1,693,574</u> |
| Liabilities | | |
| Current and other liabilities | 53,641 | 59,166 |
| Long-term note payable | <u>250,744</u> | <u>267,270</u> |
| Total Liabilities | <u>304,385</u> | <u>326,436</u> |
| Net Position | | |
| Invested in capital assets, net of related debt | 1,286,599 | 1,153,449 |
| Restricted | 182,091 | 163,180 |
| Unrestricted | <u>96,054</u> | <u>50,509</u> |
| Total Net Position | <u>\$ 1,564,744</u> | <u>\$ 1,367,138</u> |

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of Delta, assets exceed liabilities at the close of the fiscal year by \$1,564,744 in 2021, and \$1,367,138 in 2020. Of these amounts \$1,286,599 or 82%, and \$1,153,499 or 84% of the total net position represents the investment of the Village in capital assets, net of related debt. Net position of \$96,054 for 2021, and \$50,509 for 2020, which are technically unrestricted, need to be viewed in light of information in the fund financial statements.

Management's Discussion and Analysis
Page Four

The following table reflects the condensed Statement of Activities:

CONDENSED STATEMENT OF ACTIVITIES
Years Ended June 30, 2021, and 2020

| | 2021 | 2020 |
|----------------------------------|--------------|--------------|
| Governmental Funds: | | |
| Revenues | | |
| Traffic fines | \$ 118,933 | \$ 46,517 |
| Taxes | 152,070 | 133,397 |
| Video poker | 66,948 | 71,594 |
| License & permits | 9,540 | 13,550 |
| Interest income | - | 1 |
| Intergovernmental | 12,000 | 32,000 |
| Interfund transfer | 6,000 | - |
| Other | 32,356 | 33,113 |
| Total | 397,847 | 330,172 |
| Expenses | | |
| General government | 131,491 | 124,537 |
| Public safety | 199,405 | 169,324 |
| Public works | 56,786 | 45,039 |
| Interfund transfer | - | 8,250 |
| Total | 387,682 | 347,150 |
| Change in Net Position | 10,165 | (16,978) |
| Net Position - beginning | 304,205 | 321,183 |
| Net Position - ending | \$ 314,370 | \$ 304,205 |
| Business Type Activities: | | |
| Revenues | | |
| Charges for service | \$ 124,214 | \$ 121,879 |
| Intergovernmental | 217,295 | 1,422 |
| Other | 2,554 | 2,460 |
| Interfund transfer | (6,000) | 8,250 |
| Total | 338,063 | 134,011 |
| Expenses | | |
| Water & sewer | 150,622 | 169,344 |
| Change in Net Position | 187,441 | (35,333) |
| Net Position - beginning | 1,062,933 | 1,098,266 |
| Net Position - ending | \$ 1,250,374 | \$ 1,062,933 |

Financial Analysis of the Government's Funds

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2021, combined governmental fund balances of \$130,691, an increase of \$40,879 when compared to June 30, 2020.

Budgetary Highlights

The Village's budget is prepared according to Louisiana law.

A budgetary comparison schedule showing the Village's original and amended adopted budgets compared with actual operating results is provided in the report that follows.

Economic Factors and Next Year's Budgets

The Village considered many factors when setting the 2022 budget.

Revenues and expenditures of the Village's funds are expected to remain fairly consistent with the 2021 fiscal year.

Capital Asset and Debt Administration

Capital assets. The Village's investment in capital assets as of June 30, 2021, amounts to \$1,286,599 (net of accumulated depreciation). This investment includes land, buildings, water and sewer plants, furniture, equipment and automobiles. Depreciation expense was \$103,691.

Long-term debt. At June 30, 2021, the Village had two notes on the sewer treatment plant totaling \$215,360, and a note for police vehicle and fire truck of \$51,901.

Contacting the Village's Management

This financial report is designed to provide our taxpayers with a general overview of the Village's finances and to show the Village's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Village of Delta, P. O. Box 29, Delta, Louisiana 71233.

BASIC FINANCIAL STATEMENTS

**VILLAGE OF DELTA
DELTA, LOUISIANA
STATEMENT OF NET POSITION
JUNE 30, 2021**

| | Government | Business Type | Total |
|---|-------------------|---------------------|---------------------|
| Assets | | | |
| Cash and cash equivalents | \$ 127,959 | \$ 30,101 | \$ 158,060 |
| Accounts receivable | 16,074 | 10,531 | 26,605 |
| Interfund balance | 54 | (54) | - |
| Restricted assets - cash | 5,549 | 125,055 | 130,604 |
| Capital assets - net | 235,580 | 1,318,280 | 1,553,860 |
| Total Assets | <u>385,216</u> | <u>1,483,913</u> | <u>1,869,129</u> |
| Liabilities | | | |
| Accounts payable | 11,518 | 7,529 | 19,047 |
| Accrued wages | 1,678 | - | 1,678 |
| Payroll taxes payable | 5,749 | - | 5,749 |
| Customer deposits | - | 10,650 | 10,650 |
| Note payable - current | 12,033 | - | 12,033 |
| Bonds payable - current | - | 4,484 | 4,484 |
| Total Current Liabilities | <u>30,978</u> | <u>22,663</u> | <u>53,641</u> |
| Note payable - long term | 39,868 | - | 39,868 |
| Bonds payable - long term | - | 210,876 | 210,876 |
| Total Long Term Liabilities | <u>39,868</u> | <u>210,876</u> | <u>250,744</u> |
| Total Liabilities | <u>70,846</u> | <u>233,539</u> | <u>304,385</u> |
| Net Position | | | |
| Invested in capital assets, net of related debt | 183,679 | 1,102,920 | 1,286,599 |
| Restricted | 67,686 | 114,405 | 182,091 |
| Unrestricted | 63,005 | 33,049 | 96,054 |
| Total Net Position | <u>\$ 314,370</u> | <u>\$ 1,250,374</u> | <u>\$ 1,564,744</u> |

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

**VILLAGE OF DELTA
DELTA, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

| Function/Program | Program-Revenue | | | | Net Revenue (Expenses) | | |
|------------------------------------|-------------------|----------------------|------------------|-------------------|------------------------|--------------------------|---------------------|
| | Expenses | Charges for Services | Operating Grants | Capital Grants | Government Activities | Business-Type Activities | Total |
| Governmental Activities: | | | | | | | |
| General government | \$ 131,491 | \$ - | \$ - | \$ - | \$ (131,491) | \$ - | \$ (131,491) |
| Public safety | 199,405 | 118,933 | 12,000 | - | (68,472) | - | (68,472) |
| Public works | 56,786 | - | - | - | (56,786) | - | (56,786) |
| Total Government Activities | 387,682 | 118,933 | 12,000 | - | (256,749) | - | (256,749) |
| Business Type Activities: | | | | | | | |
| Water & sewer | 150,622 | 124,214 | - | 217,295 | - | 190,887 | 190,887 |
| Total Primary Government | \$ 538,304 | \$ 243,147 | 12,000 | \$ 217,295 | (256,749) | 190,887 | (65,862) |
| General Revenues: | | | | | | | |
| Ad valorem taxes | | | | | 37,653 | - | 37,653 |
| Licenses and permits | | | | | 9,540 | - | 9,540 |
| Sales tax | | | | | 107,977 | - | 107,977 |
| Franchise tax | | | | | 6,440 | - | 6,440 |
| Video poker | | | | | 66,948 | - | 66,948 |
| Transfers | | | | | 6,000 | (6,000) | - |
| Rents | | | | | 13,400 | - | 13,400 |
| Other revenue | | | | | 18,956 | 2,554 | 21,510 |
| Total General Revenues | | | | | 266,914 | (3,446) | 263,468 |
| Changes in Net Position | | | | | 10,165 | 187,441 | 197,606 |
| Net Position - Beginning | | | | | 304,205 | 1,062,933 | 1,367,138 |
| Net Position - Ending | | | | | \$ 314,370 | \$ 1,250,374 | \$ 1,564,744 |

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

**VILLAGE OF DELTA
DELTA, LOUISIANA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2021**

| | General Fund | Other Governmental Funds | Total |
|------------------------------|------------------|--------------------------------|-------------------|
| Assets | | | |
| Cash | \$ 67,046 | \$ 66,462 | \$ 133,508 |
| Receivables | 14,421 | 1,653 | 16,074 |
| Interfund receivable | - | 54 | 54 |
| Total Assets | <u>81,467</u> | <u>68,169</u> | <u>149,636</u> |
| Liabilities | | | |
| Accounts payable | 11,035 | 483 | 11,518 |
| Accrued wages | 1,678 | - | 1,678 |
| Payroll taxes payable | 5,749 | - | 5,749 |
| Total Liabilities | <u>18,462</u> | <u>483</u> | <u>18,945</u> |
| Fund Balance | | | |
| Assigned fund balance | - | 67,686 | 67,686 |
| Unassigned fund balance | 63,005 | - | 63,005 |
| Total Fund Balance | <u>63,005</u> | <u>67,686</u> | <u>130,691</u> |
| Total Liabilities and Equity | <u>\$ 81,467</u> | <u>\$ 68,169</u> | <u>\$ 149,636</u> |

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

**VILLAGE OF DELTA
DELTA, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE
STATEMENT OF NET POSITION
JUNE 30, 2021**

Amounts reported for governmental activities in the Statement of Net Position are different because:

| | |
|--|--------------------------|
| Fund Balances, Total Governmental Funds | \$ 130,691 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds. | 235,580 |
| Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. | <u>(51,901)</u> |
| Net Position of Governmental Activities | <u><u>\$ 314,370</u></u> |

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

**VILLAGE OF DELTA
DELTA, LOUISIANA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2021**

| | General Fund | Other Governmental Funds | Total |
|---|------------------|--------------------------------|-------------------|
| Revenues | | | |
| Ad valorem taxes | \$ 6,540 | \$ 31,112 | \$ 37,652 |
| Fines & court fees | 110,933 | 8,000 | 118,933 |
| Licenses & permits | 9,540 | - | 9,540 |
| Sales tax | 107,977 | - | 107,977 |
| Franchise tax | 6,440 | - | 6,440 |
| Beer tax | 703 | - | 703 |
| Video poker | 66,949 | - | 66,949 |
| Intergovernmental | 12,000 | - | 12,000 |
| Rent | 13,400 | - | 13,400 |
| Other | 12,512 | 5,742 | 18,254 |
| Total Revenues | <u>346,994</u> | <u>44,854</u> | <u>391,848</u> |
| Expenditures | | | |
| Current: | | | |
| General governmental | 129,959 | - | 129,959 |
| Public safety | 143,037 | 17,087 | 160,124 |
| Public works | 37,785 | 14,448 | 52,233 |
| Debit service: | | | |
| Principal payment | 3,169 | 8,287 | 11,456 |
| Interest payment | 884 | 2,313 | 3,197 |
| Total Expenditures | <u>314,834</u> | <u>42,135</u> | <u>356,969</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>32,160</u> | <u>2,719</u> | <u>34,879</u> |
| Other Financing Sources (Uses) | | | |
| Transfers in | 805 | 9,000 | 9,805 |
| Transfers out | <u>(3,000)</u> | <u>(805)</u> | <u>(3,805)</u> |
| Total Other Financing Sources (Uses) | <u>(2,195)</u> | <u>8,195</u> | <u>6,000</u> |
| Net Change in Fund Balance | 29,965 | 10,914 | 40,879 |
| Fund Balance - Beginning | <u>33,040</u> | <u>56,772</u> | <u>89,812</u> |
| Fund Balance - Ending | <u>\$ 63,005</u> | <u>\$ 67,686</u> | <u>\$ 130,691</u> |

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

**VILLAGE OF DELTA
DELTA, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

Amounts reported for governmental activities in the Statement of Activities are different because:

| | |
|---|-------------------------|
| Net Change in Fund Balances, Total Governmental Funds | \$ 40,879 |
| <p>The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.</p> | |
| Principal payments | 11,456 |
| <p>Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital depreciation exceeded outlay in the current period.</p> | |
| | <u>(42,170)</u> |
| Change in Net Position of Governmental Activities | <u><u>\$ 10,165</u></u> |

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

VILLAGE OF DELTA
DELTA, LOUISIANA
STATEMENT OF NET POSITION – ENTERPRISE FUND
JUNE 30, 2021

| | <u>Water</u> | <u>Sewer</u> | <u>Total</u> |
|--|-------------------|-------------------|---------------------|
| Assets | | | |
| Current Assets: | | | |
| Cash and cash equivalents | \$ 15,546 | \$ 14,555 | \$ 30,101 |
| Accounts receivable | 6,057 | 4,474 | 10,531 |
| Interfund receivable | - | 504 | 504 |
| Total Current Assets | <u>21,603</u> | <u>19,533</u> | <u>41,136</u> |
| Non-current Assets: | | | |
| Restricted cash and cash equivalents | 13,019 | 112,036 | 125,055 |
| Capital assets: | | | |
| Depreciable: | | | |
| Property, plant, and equipment | 458,605 | 1,637,778 | 2,096,383 |
| Accumulated depreciation | (84,346) | (696,757) | (781,103) |
| Land | 3,000 | - | 3,000 |
| Total Non-current Assets | <u>390,278</u> | <u>1,053,057</u> | <u>1,443,335</u> |
| Total Assets | <u>411,881</u> | <u>1,072,590</u> | <u>1,484,471</u> |
| Liabilities and Net Assets | | | |
| Current Liabilities: | | | |
| Accounts payable | 6,516 | 1,013 | 7,529 |
| Interfund payable | 558 | - | 558 |
| Bonds payable - Current | - | 4,484 | 4,484 |
| Total Current Liabilities | <u>7,074</u> | <u>5,497</u> | <u>12,571</u> |
| Liabilities payable from restricted assets: | | | |
| Customer deposits | 10,650 | - | 10,650 |
| Long-Term Debt: | | | |
| Bonds payable - Long term | - | 210,876 | 210,876 |
| Total Liabilities | <u>17,724</u> | <u>216,373</u> | <u>234,097</u> |
| Net Position | | | |
| Invested in capital assets, net of related debt | 377,259 | 725,661 | 1,102,920 |
| Restricted | 2,369 | 112,036 | 114,405 |
| Unrestricted | 14,529 | 18,520 | 33,049 |
| Total Net Position | <u>\$ 394,157</u> | <u>\$ 856,217</u> | <u>\$ 1,250,374</u> |

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

**VILLAGE OF DELTA
DELTA, LOUISIANA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION – ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2021**

| | <u>Water</u> | <u>Sewer</u> | <u>Total</u> |
|-----------------------------------|-------------------|-------------------|---------------------|
| Operating Revenues: | | | |
| Water and sewer revenue | \$ 79,245 | \$ 44,969 | \$ 124,214 |
| Other operating revenue | 2,554 | - | 2,554 |
| Total Operating Revenue | <u>81,799</u> | <u>44,969</u> | <u>126,768</u> |
| Operating Expenses: | | | |
| Water purchases | 58,307 | - | 58,307 |
| Repairs and maintenance | 569 | 10,883 | 11,452 |
| Utilities | 3,365 | 4,721 | 8,086 |
| Office | 996 | 1,115 | 2,111 |
| Depreciation | 24,798 | 36,724 | 61,522 |
| Total Operating Expenses | <u>88,035</u> | <u>53,443</u> | <u>141,478</u> |
| Net Operating Profit (Loss) | <u>(6,236)</u> | <u>(8,474)</u> | <u>(14,710)</u> |
| Non-operating Revenues (Expenses) | | | |
| Transfers out | (3,000) | (3,000) | (6,000) |
| Intergovernmental | 217,295 | - | 217,295 |
| Interest expense | - | (9,144) | (9,144) |
| Total Non-operating Revenue | <u>214,295</u> | <u>(12,144)</u> | <u>202,151</u> |
| Net Income (Loss) | 208,059 | (20,618) | 187,441 |
| Net Position - Beginning | <u>186,098</u> | <u>876,835</u> | <u>1,062,933</u> |
| Net Position - Ending | <u>\$ 394,157</u> | <u>\$ 856,217</u> | <u>\$ 1,250,374</u> |

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

**VILLAGE OF DELTA
DELTA, LOUISIANA
STATEMENT OF CASH FLOWS – ENTERPRISE FUND
FOR THE YEAR ENDED JUNE 30, 2021**

| | |
|---|--------------------------|
| Cash Flows From Operating Activities | |
| Cash received from customers | \$ 128,939 |
| Cash payments for water purchases | (58,384) |
| Cash payments for other operating expenses | (28,960) |
| Net cash provided by operating activities | <u>41,595</u> |
| Cash Flows From Capital And Financing Activities | |
| Increase in customer deposits | 220 |
| Acquisition of capital assets | (221,083) |
| Capital grants | 217,295 |
| Loan payments | (4,303) |
| Transfers out | (6,000) |
| Interest expense | (9,144) |
| Net cash provided (used) by capital and financing activities | <u>(23,015)</u> |
| Net Increase in Cash and Cash Equivalent. | 18,580 |
| Cash and Cash Equivalents - Beginning | <u>136,576</u> |
| Cash and Cash Equivalents - Ending | <u><u>\$ 155,156</u></u> |
| Supplemental Disclosures | |
| Cash paid for interest | <u><u>\$ 9,144</u></u> |
| Reconciliation of Net Profit from Operation to Net Cash Provided By Operation: | |
| Net Operating - Profit (Loss) | \$ (14,710) |
| Depreciation expense | 61,522 |
| Decrease in accounts receivable | 2,248 |
| Decrease in accounts payable | (7,388) |
| Increase in interfund payable | (77) |
| Net Cash Provided By Operations | <u><u>\$ 41,595</u></u> |

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

NOTES TO THE FINANCIAL STATEMENTS

**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021**

INTRODUCTION

The Village of Delta, Louisiana (the Village) was created under the provisions of the Lawrason Act, Louisiana Revised Statute 33:321 on August 28, 1973, and operates under a Mayor-Board of Aldermen form of government.

The Mayor and three Alderpersons are elected at large every four years by the citizens of the Village and are compensated for their services.

The purpose of the municipality is to promote the general welfare, safety, health, peace, good order, comfort, convenience, and morals of its inhabitants.

The Village is situated in the northeast part of Madison Parish with a population of 263. Within its boundaries are approximately 5 miles of roads maintained by the Village. It is currently servicing 126 water and sewer customers and employs 5 people.

GASB Statement No. 14, *The Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this statement, the Village is considered a primary government since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the Village may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The Village does not have oversight of any other component units. Therefore, no other government unit is included in the Village's financial statements.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Government-Wide and Fund Financial Statements

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly

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**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021 - continued**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Government-Wide and Fund Financial Statements (continued)

identifiable with a specific function or segment. Program revenues include: 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Enterprise funds are used to account for operations: (a) that are financed and operated similarly to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided periodic determination of revenues earned, expense incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as claims and judgments, are recorded only when payment is due.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessment receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021 - continued**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

The Village reports the following major governmental funds:

The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Village also has three funds that are considered non-major:

Fire Department Fund - A fee is added to each water bill monthly to be used for the maintenance and operation cost of the Village's fire department.

Street Fund - This is used to maintain the Village's streets.

Drug Fund – This fund recovers funds from each drug arrest within the Village and the proceeds are used in helping maintain the Village's police force.

All proprietary funds are accounted for on an economic resources measurement focus. Proprietary funds are maintained on the accrual basis of accounting wherein revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized in the period incurred, if measurable. Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

C. Cash and Cash Equivalents

Cash includes amounts in demand deposits. Under state law, the Village may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having principal offices in Louisiana. Certificates of deposits are classified as investments if their maturities exceed 90 days. However, if the original maturities are 90 days or less, they are classified as cash equivalents.

D. Investments

Investments are limited by Louisiana Revised Statute 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. In accordance with GASB Statement No. 31, investments are recorded at fair value with the corresponding increase or decrease reported in investment earnings.

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**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021- continued**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Capital Assets

Under GASB Statement No. 34, capital assets, which include buildings, other improvements, machinery and equipment, vehicles, and furniture and fixtures, are reported and depreciated in the applicable government or business-type activities column of the government-wide financial statements. No long-term capital assets or depreciation are shown in the governmental fund statements.

As permitted by GASB Statement No. 34, the Village has elected not to capitalize infrastructure assets retroactively such as streets, sidewalks, drainage, and street lighting.

All purchased capital assets are recorded at cost. Donated capital assets are valued at fair market value at date of gift. Major additions are capitalized while maintenance and repairs that do not improve or extend the life of the respective assets are charged to expense. Interest is capitalized on funds used during construction of projects acquired with bonds.

Capital assets are depreciated over the estimated useful lives of the assets using the straight-line method. Estimated useful lives are as follows (in years):

| | |
|------------------|----------------|
| Buildings | 26 to 40 years |
| Water System | 30 to 40 years |
| Sewerage System | 40 years |
| Office Equipment | 5 to 10 years |
| Equipment | 5 to 20 years |
| Vehicles | 5 years |

F. Fund Equity

Beginning with fiscal year 2011, the Village implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

Nonspendable Fund Balance - amounts that are not in spendable form (such as inventory) or are required to be maintained intact.

Restricted Fund Balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provision, or by enabling legislation.

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**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021 - continued**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. Fund Equity (continued)

Committed Fund Balance - amounts constrained to specific purposes by the Village itself, using its highest level of decision-making authority (i.e., Mayor/Board of Aldermen). To be reported as committed, amounts cannot be used for any other purpose unless the Village takes the same highest-level action to remove or change the constraint.

Assigned Fund Balance - amounts the Village intends to use for a specific purpose. Intent is expressed by the Mayor/Board of Aldermen.

Unassigned Fund Balance - amounts that are available for any purpose.

G. Restricted Net Position

For the government-wide Statement of Net Position, net position is reported as restricted when constraints placed on assets use are either:

- Externally imposed by creditors (such as debt covenants), grants, contributors, laws, or regulations of other governments, or
- Imposed by law through constitutional provisions or enabling legislation.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

H. Budgets and Budgetary Accounting

The Village follows these procedures in establishing the budgetary data reflected in these financial statements.

1. Prior to the beginning of each fiscal year, the Mayor submits a proposed budget to the Board of Aldermen for their approval.
2. A public hearing is conducted to obtain taxpayer comments.
3. The Board of Aldermen approves the budget prior to the beginning of the fiscal year.
4. Budget amendments during the fiscal year require approval by the Board of Aldermen.
5. All budgetary appropriations lapse at the end of the fiscal year.

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**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021 - continued**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Property Taxes

Ad valorem taxes were levied for the General Fund at 7.90 mils for 2021. No ad valorem taxes were levied for the Street Fund for 2021. Ad valorem taxes, which attach as enforceable liens on property as of January 1, are levied in October, become due on receipt and until December 31, and become delinquent on January 1 of the following year. The taxes are generally collected in December of the current year and January and February of the following year.

J. Compensated Absences

Employees of the Village do not accrue or "carry forward" vacation or sick pay from year to year. As such, there are no accruals made in either the Enterprise Funds, or the General Long-Term Debt account group for these payments.

K. Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses/expenditures during the reporting period. Actual results could differ from those estimates.

L. Retirement Plan

The Village does not participate in any retirement fund; therefore, all employees are covered by the social security administration.

NOTE 2 - CASH AND CASH EQUIVALENTS

At June 30, 2021, the Village had cash and cash equivalents totaling \$288,664 as follows:

| | |
|----------------------------------|-------------------|
| Demand deposits | \$ 288,664 |
| Interest bearing demand deposits | - |
| Total | <u>\$ 288,664</u> |

**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021 – continued**

These deposits are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on the deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually accepted to both parties.

Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement 3, Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the district attorney that the fiscal agent has failed to pay deposited funds upon demand.

As of June 30, 2021, the book balance of the Village's bank accounts was \$288,664, and the bank balance was \$292,761. Of the bank balance, \$286,041 was covered by federal depository insurance and \$6,720 by pledged securities.

NOTE 3 - RECEIVABLES

Receivables at June 30, 2021, consist of the following:

| | <u>Governmental</u> | <u>Enterprise</u> | <u>Totals</u> |
|-------------------|---------------------|-------------------|------------------|
| Receivables: | | | |
| Taxes | \$ 11,848 | \$ - | \$ 11,848 |
| Accounts | 4,226 | 10,531 | 14,757 |
| Total receivables | <u>\$ 16,074</u> | <u>\$ 10,531</u> | <u>\$ 26,605</u> |

-continued

**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021 – continued**

NOTE 4 – CHANGES IN CAPITAL ASSETS

The changes in capital assets are as follows:

| | Balance 6/30/2020 | Additions | Deductions | Balance 6/30/2021 |
|---|----------------------|------------------|------------------|----------------------|
| Governmental Activities: | | | | |
| Land | \$ 3,310 | \$ - | \$ - | \$ 3,310 |
| Fire Station and steel building | 419,804 | - | - | 419,804 |
| Fire Station equipment | 126,006 | - | - | 126,006 |
| Tractors and equipment | 61,498 | - | - | 61,498 |
| Police equipment | 178,580 | - | - | 178,580 |
| Office equipment | 10,929 | - | - | 10,929 |
| Monument and playground | 10,654 | - | - | 10,654 |
| Total Capital Assets | 810,781 | - | - | 810,781 |
| Less: Accumulated depreciation | (533,032) | (42,169) | - | (575,201) |
| Net Capital Assets-governmental activities | <u>277,749</u> | <u>(42,169)</u> | <u>-</u> | <u>235,580</u> |
| Business-Type Activities: | | | | |
| Land | 3,000 | - | - | 3,000 |
| Work in progress | 26,422 | - | 26,422 | - |
| Water tanks | 191,237 | - | - | 191,237 |
| Water treatment motor | 19,863 | - | - | 19,863 |
| Water main | - | 247,505 | - | 247,505 |
| Sewer treatment plant | 1,121,815 | - | - | 1,121,815 |
| Sewer tie-in | 515,963 | - | - | 515,963 |
| Total Capital Assets | 1,878,300 | 247,505 | 26,422 | 2,099,383 |
| Less Accumulated depreciation | (719,581) | (61,522) | - | (781,103) |
| Net Capital Assets-business-type activities | <u>\$1,158,719</u> | <u>\$185,983</u> | <u>\$ 26,422</u> | <u>\$1,318,280</u> |

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**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021- continued**

NOTE 5 – NOTES PAYABLE

The Village completed a new sewer treatment plant in 2008. The plant was financed by two bond issues and grants.

| | |
|---|--------------------------|
| Bond R - 1 - Principal amount of \$205,000 dated April 2, 2008, with interest at 4 1/8% per annum, payable in monthly payments of \$883.55 for forty years, balance at June 30, 2021: | \$ 169,803 |
| Bond R - 2 - Principal amount of \$55,000 dated April 2, 2008, with interest at 4 1/8% per annum, payable in monthly payments of \$237.05 for forty years, balance at June 30, 2021: | <u>45,557</u> |
| Total | 215,360 |
| Current portion | <u>4,484</u> |
| Long - Term | <u><u>\$ 210,876</u></u> |

| Maturity Schedule | Required Payment | Principal | Interest | Mortgage Balance |
|----------------------|--------------------------|--------------------------|--------------------------|---------------------|
| June 30, 2022 | 13,447 | 4,484 | 8,963 | 210,876 |
| June 30, 2023 | 13,447 | 4,673 | 8,774 | 206,203 |
| June 30, 2024 | 13,447 | 4,869 | 8,578 | 201,334 |
| June 30, 2025 | 13,447 | 5,073 | 8,374 | 196,261 |
| June 30, 2026 | 13,447 | 5,286 | 8,161 | 190,975 |
| June 30, 2027 / 2031 | 67,236 | 29,960 | 37,276 | 161,015 |
| June 30, 2032 / 2036 | 67,236 | 36,809 | 30,427 | 124,206 |
| June 30, 2037 / 2041 | 67,236 | 45,255 | 22,011 | 78,981 |
| June 30, 2042 / 2046 | 67,236 | 55,565 | 11,671 | 23,416 |
| Thereafter | 24,653 | 23,416 | 1,237 | - |
| Total | <u><u>\$ 360,832</u></u> | <u><u>\$ 215,390</u></u> | <u><u>\$ 145,472</u></u> | <u><u>\$ -</u></u> |

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**VILLAGE OF DELTA
DELTA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2021 - continued**

NOTE 5 – NOTES PAYABLE (CONTINUED)

The Village purchased a police vehicle and fire truck in a prior fiscal year. The equipment was financed through Republic First National Corporation. The original contract amount was \$75,511, with interest at 5.047%. The term is for six yearly installments of \$14,652.62. The balance at June 30, 2021, is \$51,901.

NOTE 6 – CONTINGENT LIABILITIES

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

NOTE 7 – SUBSEQUENT EVENTS

Subsequent events were evaluated through January 7, 2022, the day the financial statements were available to be issued. No events came to our attention that would require disclosure.

REQUIRED SUPPLEMENTARY INFORMATION

PART II

**VILLAGE OF DELTA
DELTA, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGED IN FUND BALANCE
BUDGET AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021**

| | Original | Amended | Actual | Variance Favorable (Unfavorable) |
|---------------------------------|-----------|------------|------------|--|
| Revenues | | | | |
| Sales tax | \$ 83,000 | \$ 125,000 | \$ 107,977 | \$ (17,023) |
| Traffic fines | 80,000 | 115,000 | 110,933 | (4,067) |
| Occupational licenses / permits | 13,550 | 2,000 | 9,540 | 7,540 |
| Interest | 1 | - | - | - |
| Ad valorem tax | 7,460 | 6,700 | 6,540 | (160) |
| Intergovernmental | 20,000 | 12,000 | 12,000 | - |
| Beer tax | 185 | 665 | 703 | 38 |
| Video poker | 72,000 | 50,000 | 66,949 | 16,949 |
| Vending machines | 12,350 | 12,000 | 12,189 | 189 |
| Franchise tax | 4,550 | 6,300 | 6,440 | 140 |
| Rent | 13,310 | 13,400 | 13,400 | - |
| Other | 24,550 | 8,420 | 8,346 | (74) |
| Total Revenue | 330,956 | 351,485 | 355,017 | 3,532 |
| Expenditures | | | | |
| Office salary | 35,000 | 42,000 | 43,058 | (1,058) |
| Police salary | 91,000 | 101,000 | 102,420 | (1,420) |
| Mayor salary | 12,600 | 12,600 | 12,600 | - |
| City council salary | 3,060 | 3,060 | 3,060 | - |
| Water professional | 4,500 | 4,500 | 3,900 | 600 |
| Utility/Maintenance salary | 31,200 | 33,000 | 32,646 | 354 |
| Advertising | 3,000 | 3,000 | 940 | 2,060 |
| Vending machines | 8,000 | 8,000 | 8,023 | (23) |
| LCLE | 1,500 | 2,100 | 2,055 | 45 |
| NLCL | 4,500 | 12,000 | 11,200 | 800 |
| DHH - THISCITF | 750 | 1,500 | 1,345 | 155 |
| LA Supreme Court | 145 | 200 | 164 | 36 |
| Election expense | 100 | 100 | - | 100 |
| Dues and subscriptions | 1,400 | 1,400 | 840 | 560 |
| Insurance | 30,000 | 30,000 | 23,864 | 6,136 |
| CMIS | 270 | 400 | 328 | 72 |
| Legal and accounting | 14,500 | 14,500 | 10,742 | 3,758 |
| Office expense | 5,762 | 8,034 | 7,333 | 701 |
| Repairs and maintenance | 2,500 | 2,500 | 1,185 | 1,315 |
| Travel | 1,900 | 1,900 | 1,415 | 485 |
| Police car maintenance | 9,000 | 9,000 | 3,071 | 5,929 |
| Police car gas | 11,000 | 11,000 | 9,606 | 1,394 |
| Police supplies | 2,600 | 7,500 | 7,347 | 153 |
| Police training | 500 | 500 | - | 500 |
| Police cell phone | 1,710 | 1,710 | 1,110 | 600 |
| Miscellaneous | 115 | 250 | 240 | 10 |
| Payroll taxes | 13,000 | 13,000 | 14,491 | (1,491) |
| Tax assessor | 271 | 271 | 269 | 2 |
| Telephone | 900 | 1,200 | 1,055 | 145 |
| Utilities | 7,900 | 8,100 | 8,868 | (768) |
| Mowing and maintenance | 3,700 | 2,700 | 1,239 | 1,461 |
| Mosquito control | 3,000 | 4,000 | 4,390 | (390) |
| Debit service | 4,100 | 4,100 | 4,053 | 47 |
| Capital outlay | 25,150 | - | - | - |
| Total Expenditures | 334,633 | 345,125 | 322,857 | 22,268 |

-continued

**VILLAGE OF DELTA
DELTA, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGED IN FUND BALANCE
BUDGET AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2021 – continued**

| | <u>Original</u> | <u>Amended</u> | <u>Actual</u> | <u>Variance Favorable (Unfavorable)</u> |
|---|------------------|------------------|------------------|---|
| Excess (Deficiency) of Revenue Over Expenditures | <u>(3,677)</u> | <u>6,360</u> | <u>32,160</u> | <u>25,800</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers in | - | 800 | 805 | 5 |
| Transfers out | - | (3,000) | (3,000) | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>(2,200)</u> | <u>(2,195)</u> | <u>5</u> |
| Net Change in Fund Balance | (3,677) | 4,160 | 29,965 | 25,805 |
| Fund Balance - Beginning | <u>33,040</u> | <u>33,040</u> | <u>33,040</u> | <u>-</u> |
| Fund Balance - Ending | <u>\$ 29,363</u> | <u>\$ 37,200</u> | <u>\$ 63,005</u> | <u>\$ 25,805</u> |

**VILLAGE OF DELTA
DELTA, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL – NON-MAJOR FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

| | Original | Amended | Actual | Variance Favorable (Unfavorable) |
|--|------------------|------------------|------------------|--|
| Revenues | | | | |
| Ad Valorem | \$ 24,870 | \$ 31,077 | \$ 31,112 | \$ 35 |
| Fines | 1,700 | 5,600 | 8,000 | 2,400 |
| Other | - | 1,100 | 1,297 | 197 |
| Monthly fees | 4,100 | 4,100 | 4,445 | 345 |
| Total Revenues | <u>30,670</u> | <u>41,877</u> | <u>44,854</u> | <u>2,977</u> |
| Expenditures | | | | |
| Supplies | 4,350 | 6,100 | 5,415 | 685 |
| Professional/Survey | - | 12,000 | 12,000 | - |
| K-9 expense | 630 | - | - | - |
| Equipment rent | 340 | 340 | - | 340 |
| Training/travel | 1,200 | 1,411 | 1,372 | 39 |
| Capital outlay | 8,000 | 8,000 | - | 8,000 |
| Debt service | 10,600 | 10,600 | 10,600 | - |
| Utilities | 850 | 2,000 | 2,016 | (16) |
| Insurance | 3,450 | 4,000 | 3,560 | 440 |
| Inspection fees | 305 | 305 | 124 | 181 |
| Telephone | 1,400 | 2,000 | 1,841 | 159 |
| Repairs and maintenance | 6,650 | 4,100 | 3,862 | 238 |
| Office | 2,002 | 1,925 | 1,345 | 580 |
| Total Expenditures | <u>39,777</u> | <u>52,781</u> | <u>42,135</u> | <u>10,646</u> |
| Excess (Deficiency) of Revenues Over Expenditures | <u>(9,107)</u> | <u>(10,904)</u> | <u>2,719</u> | <u>13,623</u> |
| Other Sources (Uses) | | | | |
| Transfers In (Out) | - | 8,195 | 8,195 | - |
| Total Other Sources | <u>-</u> | <u>8,195</u> | <u>8,195</u> | <u>-</u> |
| Net Change in Fund Balance | (9,107) | (2,709) | 10,914 | 13,623 |
| Fund Balance - Beginning | <u>56,772</u> | <u>56,772</u> | <u>56,772</u> | <u>-</u> |
| Fund Balance - Ending | <u>\$ 47,665</u> | <u>\$ 54,063</u> | <u>\$ 67,686</u> | <u>\$ 13,623</u> |

OTHER SUPPLEMENTARY INFORMATION

PART III

**VILLAGE OF DELTA
DELTA, LOUISIANA
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021**

| | Drug Fund | Street Account | Volunteer Fire Department | Total |
|---|-----------------|-------------------|---------------------------------|------------------|
| Assets: | | | | |
| Cash | \$ 6,429 | \$ 23,540 | \$ 36,493 | \$ 66,462 |
| Accounts Receivables | 1,200 | - | 453 | 1,653 |
| Interfund Balance | - | - | 54 | 54 |
| Total Assets | <u>7,629</u> | <u>23,540</u> | <u>37,000</u> | <u>68,169</u> |
| Liabilities and Fund Balance | | | | |
| Liabilities: | | | | |
| Accounts Payable | - | 239 | 244 | 483 |
| Fund Balance: | | | | |
| Assigned Fund Balance | <u>7,629</u> | <u>23,301</u> | <u>36,756</u> | <u>67,686</u> |
| Total Liabilities and Fund Balance | <u>\$ 7,629</u> | <u>\$ 23,540</u> | <u>\$ 37,000</u> | <u>\$ 68,169</u> |

**VILLAGE OF DELTA
DELTA, LOUISIANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2021**

| | Drug Fund | Street Account | Volunteer Fire Department | Total |
|---|-----------------|-------------------|---------------------------------|------------------|
| Revenues | | | | |
| Ad Valorem taxes | \$ - | \$ 6,277 | \$ 24,835 | \$ 31,112 |
| Fines & court fees | 8,000 | - | - | 8,000 |
| Other | 100 | - | 5,642 | 5,742 |
| Total Revenues | <u>8,100</u> | <u>6,277</u> | <u>30,477</u> | <u>44,854</u> |
| Expenditures | | | | |
| Current: | | | | |
| Public safety | 4,088 | - | 12,999 | 17,087 |
| Public works | - | 14,448 | - | 14,448 |
| Debit service | - | - | 10,600 | 10,600 |
| Total Expenditures | <u>4,088</u> | <u>14,448</u> | <u>23,599</u> | <u>42,135</u> |
| Excess (Deficiency) of Revenue Over Expenditures | <u>4,012</u> | <u>(8,171)</u> | <u>6,878</u> | <u>2,719</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers in | - | 9,000 | - | 9,000 |
| Transfers out | (805) | - | - | (805) |
| Total Other Financing Sources (Uses) | <u>(805)</u> | <u>9,000</u> | <u>-</u> | <u>8,195</u> |
| Net Change in Fund Balance | 3,207 | 829 | 6,878 | 10,914 |
| Fund Balance - Beginning | <u>4,422</u> | <u>22,472</u> | <u>29,878</u> | <u>56,772</u> |
| Fund Balance - Ending | <u>\$ 7,629</u> | <u>\$ 23,301</u> | <u>\$ 36,756</u> | <u>\$ 67,686</u> |

**VILLAGE OF DELTA
DELTA, LOUISIANA
SCHEDULE OF COMPENSATION PAID TO MAYOR AND ALDERMEN
FOR THE YEAR ENDED JUNE 30, 2021**

At the end of the current year, Mayor Marvin Ashley's salary was \$1,050 per month with a total of \$12,600 for the year.

Aldermen

| | |
|--------------------|------------------------|
| Billy Peebles | \$ 510 |
| Kathy Davis | 1,020 |
| Stephanie Edleston | 510 |
| Pam Stokes | <u>1,020</u> |
| Total | <u><u>\$ 3,060</u></u> |

**VILLAGE OF DELTA
DELTA, LOUISIANA
SCHEDULE OF COMPENSATION, BENEFITS, AND
REIMBURSEMENTS PAID TO AGENCY HEAD
JUNE 30, 2021**

Marvin Ashley – Mayor

| | |
|-------------------------|-------------------------|
| Salary & expense amount | \$ 13,564 |
| Reimbursements | <u>167</u> |
| Total | <u><u>\$ 13,731</u></u> |

**VILLAGE OF DELTA
DELTA, LOUISIANA
JUSTICE SYSTEM FUNDING SCHEDULE
COLLECTING / DISBURSING ENTITY
FOR THE YEAR ENDED JUNE 30, 2021**

| | First Six Month Period Ended 12/31/2020 | Second Six Month Period Ended 6/30/2021 |
|--|--|--|
| Beginning Balance of Amounts Collected | \$ - | \$ - |
| Add: Collections | | |
| Criminal Fines- other | <u>83,268</u> | <u>33,382</u> |
| Subtotal Collections | <u>83,268</u> | <u>33,382</u> |
| Less: Disbursements to Governments and Nonprofits- | | |
| Louisiana Commission of Law Enforcement- Criminal Fines | 1,905 | 168 |
| Louisiana State Treasurer CMIS - Criminal Fines | 245 | 82 |
| LA Dept of Health & Hospitals THI/SCI - Criminal Fines | 1,010 | 330 |
| North LA Criminalistics Lab - Criminal Fines | 8,280 | 2,860 |
| Louisiana Supreme Court- Criminal Fines | 122 | 41 |
| Less: Amounts Retained by Collecting Agency | | |
| Amounts "Self-Disbursed" to Collecting Agency - Criminal Fines Other | <u>71,706</u> | <u>29,901</u> |
| Subtotal Disbursement/Retainage | <u>83,268</u> | <u>33,382</u> |
| Ending Balance of Amounts Collected but not Disbursed/Retained | <u>\$ -</u> | <u>\$ -</u> |

COMPLIANCE REPORTING AND OTHER SCHEDULES REQUIRED BY
GOVERNMENT AUDITING STANDARDS

THE HALFORD FIRM, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

Members
American Institute of
Certified Public Accountants

Mississippi Society of
Certified Public Accountants

Louisiana Society of
Certified Public Accountants

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

Honorable Mayor and Members
Of the Board of Aldermen
Village of Delta, Louisiana

We have audited the financial statements of the Village of Delta as of and for the year ended June 30, 2021, and have issued our report thereon dated January 7, 2022. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Village of Delta's internal control over financial reporting as 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 Village's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Village's internal control over financial reporting.

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.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. We identified one deficiency in internal control that we consider to be significant deficiency, described as 21-01, that is required to be reported under *Government Auditing Standards*.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of Delta's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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 and other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Village of Delta, management, other within the organization, and appliance State Auditors and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

The Halford Firm, PLLC

Vicksburg, Mississippi
January 7, 2022

**VILLAGE OF DELTA, LOUISIANA
DELTA, LOUISIANA
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2021**

SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unmodified opinion on the annual financial statements of the Village of Delta, Louisiana.
2. No instances of noncompliance material to the financial statements were disclosed during the audit of the financial statements.
3. One significant deficiency relating to the audit of the financial statements is reported in the Independent Auditor's Report on Internal Control.

FINDINGS - FINANCIAL STATEMENTS AUDIT

21-01- Segregation of Duties

Finding:

During our audit we noted that the size of the Village of Delta and the limited number of employees does not permit an adequate segregation of employee duties for effective internal control. Based upon the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

Recommendation:

To the extent that it is practical to do so, management should segregate employee duties and perform supervisory reviews.

Management's Response:

Based on the size of the office staff, it is not feasible to add additional personnel to achieve complete segregation of duties.

**VILLAGE OF DELTA, LOUISIANA
DELTA, LOUISIANA
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2021**

The following is a summary of the status of the prior year findings included in the auditor's report dated November 27, 2021, covering the examination of the financial statements of the Village of Delta as of and for the year ended June 30, 2020.

20-01 – Local Budgets Act

Findings:

The Louisiana Local Government Budget Act requires budgets be amended if expected actual revenues are five percent less than budgeted revenues, or expected actual expenditures are five percent greater than budgeted expenditures. The Village of Delta had actual expenditures which exceeds budgeted expenditures greater than five percent. The agency is in violation of Louisiana Revised Statute LSA-RS 39:1309-1310.

Status:

This finding was resolved.

20-02 – Segregation of Duties

Findings:

During our audit we noted that the size of the Village of Delta and the limited number of employees does not permit an adequate segregation of employee duties for effective internal control. Based upon the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

Status:

This finding was not resolved and is repeat finding in the current year.