

VILLAGE OF VARNADO, LOUISIANA

Financial Statements  
As of and for the Year  
Ended December 31, 2023

With Supplemental Information Schedules

*Minda B. Raybourn*

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Limited Liability Company*

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 As of and for the Year Ended December 31, 2023  
 With Supplemental Information Schedule

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MEMBER  
AICPA

MEMBER  
LCPA

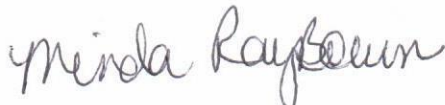
Mayor and Board of Aldermen  
Village of Varnado, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities, of the Village of Varnado, Louisiana as of and for the year ended December 31, 2023, and related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Accounting principles generally accepted in the United States of America require management's discussion and analysis and the budgetary comparison schedule be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. Management has omitted management's discussion and analysis that the Governmental Accounting Standards Board requires to be presented to supplement the basic financial statements. Such missing information, although not a required 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 and for placing the basic financial statements in an appropriate operational, economic, or historical context. This information was subject to my compilation engagement; however, I have not audited or reviewed the required supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

The supplementary information contained in the Other-Supplemental Information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information has been compiled from information that is the representation of management. I have not audited or reviewed the supplementary information and, accordingly, do not express an opinion or provide any assurance on such supplementary information

I am not independent with respect to the Village of Varnado.



Minda B. Raybourn  
Certified Public Accountant  
May 31, 2024

## **FINANCIAL STATEMENTS**

**VILLAGE OF VARNADO**  
**Varnado, Louisiana**  
**STATEMENT OF NET POSITION**  
**AS OF DECEMBER 31, 2023**

**STATEMENT A**

	Governmental Activities
<b>ASSETS:</b>	
Cash and cash equivalents	\$ 434,674
Investments	60,000
Receivables:	
Tax	8,118
Intergovernmental	7,200
Video bingo	6,765
Prepaid Insurance	6,140
Capital assets, net of depreciation	167,563
Land	21,570
Utility deposits	475
<b>Total Assets</b>	<b>712,505</b>
<b>LIABILITIES:</b>	
Accounts payable	1,775
Payroll payable	1,722
Deferred grant revenue	-
<b>Total Liabilities</b>	<b>3,497</b>
<b>NET ASSETS:</b>	
Invested in capital assets, net of related debt	189,133
Restricted	206,731
Unrestricted	313,144
<b>Total Net Assets</b>	<b>\$ 709,008</b>

See accompanying notes and accountant's compilation report.

**Varnado, Louisiana**  
**STATEMENT OF ACTIVITIES**  
**For the Year Ended December 31, 2023**

	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Net (Expenses) Revenues</u>
<b>GOVERNMENTAL ACTIVITIES:</b>					
General Government	\$ 59,918	\$ 17,623	\$ -	\$ -	\$ (42,295)
Public Safety	49,670	9,823	-	-	(39,847)
Streets & Sanitation	16,344	-	-	-	(16,344)
<b>Total Governmental Activities</b>	<u>125,932</u>	<u>27,446</u>	<u>-</u>	<u>-</u>	<u>(98,486)</u>
<b>General Revenues:</b>					
Property taxes					4,485
Sales taxes					61,036
Landfill operation refund					8,200
Interest					461
Video bingo					92,388
Miscellaneous					638
<b>Total General Revenues</b>					<u>167,208</u>
<b>Change In Net Assets</b>					68,722
<b>Net Position, Beginning of Year</b>					<u>640,286</u>
<b>Net Position, End of Year</b>					<u><u>\$ 709,008</u></u>

See accompanying notes and accountant's compilation report.

**VILLAGE OF VARNADO, LOUISIANA**  
**BALANCE SHEET**  
**All Governmental Fund Types**  
**December 31, 2023**

	Government Fund Types		
	General Fund	Special Revenue Fund	Total Governmental Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ 288,757	\$ 145,917	\$ 434,674
Investments	25,000	35,000	60,000
Accounts Receivable:			
Taxes	2,314	5,804	8,118
Intergovernmental	7,200	-	7,200
Video bingo	6,765	-	6,765
Interfund Assets:			
Due from Sales Tax Fund	-	20,856	20,856
Prepaid Insurance	6,140	-	6,140
Utility Deposits	475	-	475
<b>Total Assets</b>	<b>\$ 336,651</b>	<b>\$ 207,577</b>	<b>\$ 544,228</b>
 <b>LIABILITIES AND FUND EQUITY</b>			
<b>Liabilities:</b>			
Accounts Payable	929	846	1,775
Payroll Payable	1,722	-	1,722
Deferred grant revenues	-	-	-
Interfund Liabilities:			
Due to General Fund	20,856	-	20,856
<b>Total Liabilities</b>	<b>23,507</b>	<b>846</b>	<b>24,353</b>
 <b>Fund Balance:</b>			
Nonspendable	6,140	-	6,140
Restricted Fund Balances	-	206,731	206,731
Unassigned Fund Balances	307,004	-	307,004
<b>Total Fund Balances</b>	<b>313,144</b>	<b>206,731</b>	<b>519,875</b>
 <b>Total Liabilities &amp; Fund Balances</b>	 <b>\$ 336,651</b>	 <b>\$ 207,577</b>	 <b>\$ 544,228</b>
 <b>RECONCILIATION:</b>			
Total Governmental Funds Balance			\$ 519,875
Capital Assets-Net of Depreciation			167,563
Land			21,570
<b>Net Position of Governmental Activities</b>			<b>\$ 709,008</b>

See accompanying notes and accountant's compilation report.

## STATEMENT D

**VILLAGE OF VARNADO, LOUISIANA**  
**ALL GOVERNMENTAL FUNDS**  
**Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**For the Year Ended December 31, 2023**

	General Fund	Special Revenue Fund	Total
<b>Revenues</b>			
Ad Valorem Taxes	\$ 4,485	\$ -	\$ 4,485
Sales Taxes	-	61,036	61,036
Fines	9,823	-	9,823
Landfill Rebate	8,200	-	8,200
Interest Income	461	-	461
Occupational Fees	17,523	-	17,523
Building Permit	100	-	100
Video Bingo	92,388	-	92,388
Miscellaneous	638	-	638
Total Revenues	<u>133,618</u>	<u>61,036</u>	<u>194,654</u>
<b>Expenditures</b>			
General Government	59,738	-	59,738
Public Safety	46,071	-	46,071
Streets & Sanitation	-	11,319	11,319
Capital Outlay	-	-	-
Total Expenditures	<u>105,809</u>	<u>11,319</u>	<u>117,128</u>
<b>Revenues over (under expenditures)</b>	27,809	49,717	77,526
<b>Other financing sources (uses)</b>			
<b>Transfers</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	27,809	49,717	77,526
<b>Fund Balance - Beginnig of Year</b>	<u>285,335</u>	<u>157,014</u>	<u>442,349</u>
<b>Fund Balance - End of Year</b>	<u>\$ 313,144</u>	<u>\$ 206,731</u>	<u>\$ 519,875</u>
<b>RECONCILIATION:</b>			
Change in Fund Balance-Funds Statement			\$ 77,526
Capital Outlay			-
Depreciation Expense-Government-Wide Statement			(8,804)
<b>Change in Net Position</b>			<u>\$ 68,722</u>

See accompanying notes and accountant's compilation report.



## **NOTES TO FINANCIAL STATEMENTS**

**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

**Introduction**

The Village of Varnado, Louisiana, was incorporated in 1947, under the provisions of the Lawrason Act. The Village operates under a Mayor-Board of Alderman form of government. The governing body of the Village is elected by the registered voters, residing in the Village. Elected officials include the mayor, three aldermen, and a police chief. These positions are compensated. All funds, of the Village, are administered by the Mayor and Board of Aldermen. Varnado is located approximately 10 miles south of the Mississippi state line. The Village is approximately 1,321 acres in size and services a population of approximately 330. The Village employs one part-time office clerk and four part-time police officers.

**1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

As the municipal governing authority, for reporting purposes, the Village is considered a separate financial reporting entity. The financial reporting entity consists of (a) the primary government, the Village, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Governmental Accounting Standards Board (GASB) Statement No. 14 establishes criteria for determining the 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 and 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. There are no other component units which the Village has an oversight relationship.

**B. Government-Wide and Fund Financial Statements**

The Government-Wide Financial Statements (i.e., The Statement of Net Position and The Statement of Activities) report information on all of the governmental activities of the Village. The effect of inter-fund 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.

**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The focus of governmental and proprietary fund financial statements is on "Major" funds. Funds statements present in separate columns the General Fund, followed by Major Funds, with Non-Major Funds aggregated and displayed in a separate column. Governmental Accounting Standards Board Statement 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of either fund category or the governmental and enterprise funds combined) for the determination of Major Funds. In addition to the funds that meet the major fund criteria, any other governmental or enterprise fund that the government's officials believe is particularly important to financial statement users may be reported as a Major Fund. All of the Village's funds were determined to be Major Funds and were reported in the governmental funds statement. The proprietary fund is reported separately.

**C. 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, as are the proprietary fund financial statements. 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 revenue 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 as 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 expenditures, related to compensated absences and claims and judgments, are recorded only when payment is due.

**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

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, if any, 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.

The Village reports the following major governmental funds:

The *General Fund* is the Village's primary operating fund. It accounts for all financial resources, except those required to be accounted for in other funds.

The *Special Revenue Fund* accounts for the proceeds of sales tax revenue that are legally restricted to expenditures for specified purposes.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The Village has elected not to follow subsequent private-sector guidance.

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule, if applicable, are payments-in-lieu of taxes and other charges between the Village's enterprise operations. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

**D. Deposits and Investments**

The Village's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of 90 days or less. State law and the Village's investment policy allow the Village to invest in collateralized certificates of deposit, government backed securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government backed securities. Investments for the Village are reported at fair value.

**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

**E. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to” or “due from” other funds (i.e., the current portion of inter-fund loans) or “advances to/from other funds” (i.e., the non-current portion of inter-fund loans). All other outstanding balances between funds are reported as “due to/from other funds”. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances”.

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade and property tax receivables are shown net of an allowance for uncollectible accounts.

Property taxes are levied on January 1 and become due on December 1, of each year. They become delinquent after December 31, and in June of each year the Village has a tax sale of property on which taxes have not been paid. For the year ended December 31, 2023, taxes of 3.50 mills were levied for general governmental purposes, on property.

**F. Inventories and Prepaid Items**

Purchase of various operating supplies are considered expenditures at the time purchased and inventories of such supplies (if any) are not recorded as assets at the close of the fiscal year. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**G. Restricted Assets**

Certain proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes are classified as restricted assets because their use is limited to specified expenditures.

**H. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., roads, bridges, sidewalks, and similar items,) are reported, in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost, or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The municipality maintains a threshold level of \$500 or more for capitalizing capital assets.

**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

All capital assets, other than land, are depreciated on the government-wide financial statements using the straight-line method over the following useful lives:

<u>Description</u>	<u>Lives</u>
General Government:	
Buildings	40 years
Streets	15 years
Bridges	30 years
Vehicles	5 years
Machinery & Equipment	7-10 years

**I. Compensated Absences**

The Village only employs part-time employees and does not have a formal leave policy.

**J. Sales Taxes**

Proceeds of the 1% sales and use tax levied by the Village are dedicated to “constructing and improving public roads, streets, bridges and crossings, and the extension and maintenance of sewerage and water works and other works of permanent public improvement”.

**K. Long-Term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

**L. Leases**

In 2023, the Village adopted GASB 87, *Leases*. The Village acting as lessee, leases certain underlying assets under long-term, non-cancelable lease agreements and records a lease liability and right-to-use lease asset in its financial statements. These lease agreements define the lease term and some provide for options to renew, resulting in various expiration dates across the portfolio. The Village initially calculates the lease liability based on the present value of expected payments during the lease term, reducing it as payments are made. The value of the leased asset is determined similarly, then adjusted for prepayments and initial direct costs, and is amortized over the shorter of the asset's useful life or the lease term. Key estimates and judgments related to leases include the determination of the discount rate used to calculate the present value of future lease payments, lease term, and lease payments. The Village monitors changes that may impact lease liabilities and adjusts asset and liability values accordingly. Assets are reported along-side capital assets, and liabilities with long-term debts. During the fiscal year of December 31, 2023, the Village had no leases that met the conditions of this standard.

**M. Net Position and Fund Equity**

In the government-wide financial statements, net position is classified in the following categories:

- **Invested in capital assets, net of related debt** – This component of net position consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds or indebtedness attributable to acquisition, construction, or improvement of those assets. If there are significant unspent proceeds at year-end, the portion of the debt attributable to unspent proceed in not included in the calculation of invested in capital assets, net of related debt. Rather, that portion of the debt is included in the same net asset calculation as unspent proceeds.
- **Restricted** – This component of net position consists of constraints placed on the asset use through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or law or regulations of other governments or constraints imposed by law though constitutional provisions or enabling legislation.
- **Unrestricted** – This component of net position consists of net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund financial statements, governmental fund equity is classified as fund balance. Governmental funds are classified as follows:

- **Nonspendable** -These are amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- **Restricted** -These are amounts that can be spent only for specific purpose because of constitutional provisions, enabling legislation, or externally imposed constraints by creditors, grantor, contributors or the laws or regulations of other governments.

**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

- **Committed** -These are amounts that can be used for specific purpose determined by a formal decision by the Board Members, which are the highest level of decision-making authority for the Village.
  
- **Assigned** -These are amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purpose.
  
- **Unassigned** -These are all other spendable amounts.

**N. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events within the control of the Village, which are either unusual in nature or infrequent in occurrence.

**O. Estimates**

The preparation of financial statements in conformance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amount 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 during the reported period. Actual results could differ from those estimates.

**P. Reconciliations of Government-Wide and Fund Financial Statements**

Explanation of certain differences between the governmental fund Balance Sheet and the government-wide Statement of Net Position is presented in Statement C of the basic financial statements. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities is presented in Statement D of the basic financial statements.

**2. Stewardship, Compliance, and Accountability**

The Village uses the following budget practices.

The proposed budget for December 31, 2022, was made available for public inspection at the administrative building. The budget was adopted at regular meeting on December 14, 2022. The proposed budget was prepared on modified accrual basis of accounting.

All expenditure appropriations lapse at end of fiscal year.

Unexpended appropriations and any excess of revenues over expenditures are carried forward to the subsequent year as beginning fund balances.

The budget was amended at the Village's regular meeting on December 13, 2024.



**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

General fund and special revenue fund revenues were within the 5% threshold. Both the general fund and special revenue fund expenditures were within the legal variance of 5%.

**3. Cash and Cash Equivalents**

The following is a summary of cash and cash equivalents (book balances) at December 31, 2023 in noninterest bearing demand deposit accounts:

Demand Deposits	\$ 434,674
Total Cash	\$ 434,674

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) 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 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 acceptable to both parties.

Custodial credit risk as it relates to cash deposits is the risk that in the event of a bank failure, the government's deposits may not be returned. At December 31, 2023, the Village had deposits (collected bank balances) of \$438,023. The funds are insured by FDIC coverage and collateralized with letters of credit issued by the bank. The Village is exposed to custodial credit risk because the amount is not secured enough by letters of credit and such letters of credit are in the name of the fiscal agent bank (GASB Category 3).

**4. Investments**

At December 31, 2023, the Village had the following investments consisting of certificate of deposits in the following funds:

General Fund	\$ 25,000
Sales Tax Fund	35,000
Total	\$ 60,000

These deposits are secured from risk by \$250,000 of federal deposit insurance. Interest and investment earnings are recorded only if paid within 60 days since they would be considered both measurable and available.

**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

**5. Receivables**

Receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible accounts are based on historical trends and the period aging and write-off of accounts receivable. Major receivables balances for the governmental activities include sales taxes, ad valorem taxes and due from government.

The following is a summary of receivables:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Sales Tax Fund</u>	<u>Total</u>
Taxes	\$ 2,314	\$ 5,804	\$ 8,118
Video Bingo	6,765	-	6,765
Intergovernmental	7,200	-	7,200
	<u>\$ 16,279</u>	<u>\$ 5,804</u>	<u>\$ 22,083</u>

**6. Inter-fund Receivables and Payables**

The following is a detailed list of inter-fund balances reported in the fund financial statements:

	<u>General Fund</u>	<u>Sales Tax Fund</u>	<u>Total</u>
Interfund Receivables	\$ -	\$ 20,856	\$ 20,856
Interfund Payables	\$ 20,856	\$ -	\$ 20,856

**8. Accounts and Other Payables**

The following is a summary of payables:

	<u>General Fund</u>	<u>Sales Tax Fund</u>	<u>Total</u>
Accounts payable	\$ 929	\$ 846	\$ 1,775
Payroll taxes	1,722	-	1,722
Deferred grant revenues	-	-	-
	<u>\$ 2,651</u>	<u>\$ 846</u>	<u>\$ 3,497</u>

**7. Capital Assets**

The following is a summary of changes in capital assets for governmental activities for the year ended December 31, 2023:

**VILLAGE OF VARNADO, LOUISIANA**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2023**

Description	Balance 12/31/2022	Increase	Decrease	Balance 12/31/2023
Land	\$ 21,570	\$ -	\$ -	\$ 21,570
Capital Assets				
Streets	578,758	-	-	578,758
Bridges	21,260	-	-	21,260
Buildings	62,563	-	-	62,563
Tractor and Equipment	49,536	-	-	49,536
Police Vehicles and Equipments	93,217	-	-	93,217
Total	805,334	-	-	805,334
Less Accumulated Depreciation				
Streets	(447,930)	(4,375)		(452,305)
Bridges	(11,881)	(650)		(12,531)
Buildings	(34,357)	(1,939)		(36,296)
Tractor and Equipment	(42,342)	(1,660)		(44,002)
Police Vehicles and Equipments	(92,458)	(180)		(92,638)
		-		
Total	(628,968)	(8,804)	-	(637,772)
Capital Assets, Net	\$ 197,936	\$ (8,804)	\$ -	\$ 189,132

No assets were purchased or disposed of. The Village recorded depreciation expense of \$8,804.

### 8. Litigation and Claims

As of December 31, 2023, the Village was not involved in any outstanding litigations or claims.

### 9. Related Party Transactions

There were no related party transactions requiring disclosure in the financial statements.

### 10. Subsequent Events

Subsequent events have been evaluated by management through May 31, 2024, the date the financial statements were available to be issued and these financial statements considered subsequent events through such date. No events were noted that required recording or disclosure in the financial statements for the fiscal year ending December 31, 2023.

## **REQUIRED SUPPLEMENTAL INFORMATION**

VILLAGE OF VARNADO, LOUISIANA  
 ALL GOVERNMENTAL FUND TYPES  
 Statement of Revenues, Expenditures  
 and Changes in Fund Balances - Budget and Actual  
 For the Year Ended December 31, 2023

	General Fund				Sales Tax Fund			
	Original Budget	Amended Budget	Actual	Variance	Original Budget	Amended Budget	Actual	Variance
<b>Revenues</b>								
Ad Valorem Taxes	\$ 2,000	\$ 4,500	\$ 4,485	\$ (15)	\$ -	\$ -	\$ -	-
Sale Taxes	-	-	-	-	57,500	62,000	61,036	(964)
Fines	9,700	9,824	9,823	(1)	-	-	-	-
Franchise Fees	-	-	-	-	-	-	-	-
Occupational Licenses	15,000	20,675	17,523	(3,152)	-	-	-	-
Operating Grant	29,593	-	-	-	-	-	-	-
Building Permits	50	100	100	-	-	-	-	-
Garbage Taxes	7,200	8,200	8,200	-	-	-	-	-
Video Bingo	84,000	95,861	92,388	(3,473)	-	-	-	-
Interest Income	140	192	461	269	-	-	-	-
Insurance Proceeds	-	-	-	-	-	-	-	-
Miscellaneous	-	687	638	(49)	-	-	-	-
<b>Total Revenues</b>	<u>147,683</u>	<u>140,039</u>	<u>133,618</u>	<u>(6,421)</u>	<u>57,500</u>	<u>62,000</u>	<u>61,036</u>	<u>(964)</u>
<b>Expenditures</b>								
General Government	65,250	63,678	59,738	3,940	-	-	-	-
Public Safety	43,641	55,481	46,071	9,410	-	-	-	-
Streets & Sanitation	-	-	-	-	13,371	11,719	11,319	400
Capital Outlay	-	-	-	-	25,000	-	-	-
<b>Total Expenditures</b>	<u>108,891</u>	<u>119,159</u>	<u>105,809</u>	<u>13,350</u>	<u>38,371</u>	<u>11,719</u>	<u>11,319</u>	<u>400</u>
Revenues over (under) expenditures	38,792	20,880	27,809	6,929	19,129	50,281	49,717	(564)
Transfers		581	-	581		581	-	581
Net change in fund balances	<u>38,792</u>	<u>21,461</u>	<u>27,809</u>	<u>7,510</u>	<u>19,129</u>	<u>50,862</u>	<u>49,717</u>	<u>17</u>
Fund Balance - Beginning of Year	285,335	285,335	285,335	-	157,014	157,014	157,014	-
Fund Balance - End of Year	<u>\$ 324,127</u>	<u>\$ 306,796</u>	<u>\$ 313,144</u>	<u>\$ 7,510</u>	<u>\$176,143</u>	<u>\$ 207,876</u>	<u>\$ 206,731</u>	<u>\$ 17</u>

See accountant's compilation report.

## **SUPPLEMENTAL INFORMATION**

**SCHEDULE 2**

**VILLAGE OF VARNADO, LOUISIANA**  
**Schedule of Compensation Paid to Board Members**  
**For the Year Ended December 31, 2023**

<u>BOARD MEMBER</u>	<u>POSITION</u>	<u>COMPENSATION</u>
Paris Sumrall 63318 Fornea Road, Varnado, La 70467	Mayor	\$ 4,875
Kimberly Kennedy 63345 Fornea Road, Varnado, La 70467	Alderman	3,575
James Ezell 63267 Fornea St, Angie, La 70426	Alderman	3,557
Brian Walker 25527 Coleman St, Angie, La 70426	Alderman	3,575
Total		<u>\$ 15,582</u>

See accountant's compilation report.

**SCHEDULE 3**

**VILLAGE OF VARNADO, LOUISIANA**  
**Schedule of Compensation, Benefits, and Other Payments to Agency Head**

**Year Ended December 31, 2023**

Agency Head,: Paris Sumrall, Mayor

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 4,875
Conference Registration	479
Total	<u>\$ 5,354</u>

See accountant's compilation report.



**VILLAGE OF VARNADO, LOUISIANA**  
**Justice System Funding Schedule - Collecting/Disbursing Entity**

As Required by Act 87 of the 2020 Regular Legislative Session

<b>Cash Basis Presentation</b>	<b>First Six Month Period Ended 06/30/23</b>	<b>Second Six Month Period Ended 12/31/23</b>
<b>Beginning Balance of Amounts Collected (i.e. cash on hand)</b>	\$ (0)	\$ (0)
<b>Add: Collections</b>		
Criminal Fines - Other	3,325	6,498
<b>Subtotal Collections</b>	<b>3,325</b>	<b>6,498</b>
<b>Less: Disbursements To Governments &amp; Nonprofits:</b> <i>(Must include one agency name and one collection type on each line and may require multiple lines for the same agency if more than one collection type is applicable. Additional rows may be added as necessary.)</i>		
<i>La Commission on Law Enforcement</i>	31	65
<i>Louisiana Judicial College</i>	8	17
<i>Louisiana Dept of health-Trauma Head &amp; Spinal Court Injury Trust</i>	80	90
<b>Less: Amounts Retained by Collecting Agency</b>		
<i>Village of Varnado-Criminal Fines-Other</i>	3,206	6,326
<b>Subtotal Disbursements/Retainage</b>	<b>3,325</b>	<b>6,498</b>
<b>Total: Ending Balance of Amounts Collected but not Disbursed/Retained (i.e. cash on</b>	<b>\$ (0)</b>	<b>\$ (0)</b>
<b>Ending Balance of "Partial Payments" Collected but not Disbursed</b> <i>(only applies if collecting agency does not disburse partial payments until fully collected) - This balance is included in the Ending Balance of Amounts Collected but not</i>	-	-
<b>Other Information:</b>		
Ending Balance of Total Amounts Assessed but not yet Collected <i>(i.e. receivable balance)</i>	-	-
Total Waivers During the Fiscal Period <i>(i.e. non-cash reduction of receivable balances, such as time served or community service)</i>	-	-

See accountant's compilation report.