

VILLAGE OF NOBLE
Noble, Louisiana

Annual Financial Statements

As of and for the Year Ended
December 31, 2020

VILLAGE OF NOBLE
Noble, Louisiana

Annual Financial Statements

As of and for the Year Ended December 31, 2020

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Noble, Louisiana
Annual Financial Statements
As of and for the Year Ended December 31, 2020

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Accountant's Compilation Report

MAYOR AND BOARD OF ALDERMEN
VILLAGE OF NOBLE
Noble, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities, the business-type activities, and each major fund information of the Village of Noble (the "Village"), as of and for the year ended December 31, 2020, and the 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 American Institute of Certified Public Accountants. 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.

Supplementary Information

The accompanying schedule of compensation, benefits, and other payments to agency head and aldermen, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The information is the representation of management. The information was subject to my compilation engagement, but I have not audited or reviewed the supplementary information, and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules on pages 24 and 25 be presented to supplement the basic financial statements. Such information is presented for purposes of additional analysis and, 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 for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. I have not performed an audit, review, or compilation on the required supplementary information, and, accordingly, I do not express an opinion, a conclusion, nor provide any assurance on such information.

MAYOR AND BOARD OF ALDERMEN
VILLAGE OF NOBLE
Noble, Louisiana

Going Concern

The accompanying financial statements have been prepared assuming that the Village will continue as a going concern. As discussed in Note 7, the Village has reported recurring decreases in net position in the government-wide financial statements as well as decreases in the General Fund fund balance and decreases in the net position of the Water System Enterprise Fund. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

Management has omitted the Management Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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.

I am not independent with respect to Village of Noble for the year ended December 31, 2020.



Calhoun, Louisiana
June 24, 2021

BASIC FINANCIAL STATEMENTS

VILLAGE OF NOBLE
Noble, Louisiana

STATEMENT OF NET POSITION
December 31, 2020

	<u>GOVERNMENTAL ACTIVITIES</u>	<u>BUSINESS- TYPE ACTIVITIES</u>	<u>TOTAL</u>
ASSETS			
Cash	\$71,570	\$18,923	\$90,493
Receivables (net of allowances for uncollectibles)	3,028	5,811	8,839
Capital assets (net)	<u>141,044</u>	<u>381,345</u>	<u>522,389</u>
TOTAL ASSETS	<u>215,642</u>	<u>406,079</u>	<u>621,721</u>
LIABILITIES - accounts payable	<u>1,569</u>	<u>4,449</u>	<u>6,018</u>
DEFERRED INFLOW OF RESOURCES			
Property taxes	<u>3,760</u>	<u>NONE</u>	<u>3,760</u>
NET POSITION			
Net investment in capital assets	141,044	381,345	522,389
Unrestricted	<u>69,269</u>	<u>20,285</u>	<u>89,554</u>
TOTAL NET POSITION	<u><u>\$210,313</u></u>	<u><u>\$401,630</u></u>	<u><u>\$611,943</u></u>

See accompanying notes and accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

STATEMENT OF ACTIVITIES
For the Year Ended December 31, 2020

	Expenses	Program Revenue Charges for Services	Net (Expense) Revenue andChanges in Net Position.....		Total
			Governmental Activities	Business-Type Activities	
GOVERNMENTAL ACTIVITIES:					
General government	\$36,733		(\$36,733)		(\$36,733)
Public safety - police	4,112		(4,112)		(4,112)
Total governmental activities	40,845	NONE	(40,845)	NONE	(40,845)
BUSINESS-TYPE ACTIVITIES:					
Water service	73,404	\$29,438		(\$43,966)	(43,966)
Total government	<u>\$114,249</u>	<u>\$29,438</u>	(40,845)	(43,966)	(84,811)
GENERAL REVENUE AND TRANSFERS:					
General revenue:					
Property taxes			3,160		3,160
Franchise taxes			6,317		6,317
Occupational licenses			8,261		8,261
Investment income			134	28	162
Miscellaneous			4,060		4,060
Transfers			(9,629)	9,629	
Total general revenue and transfers			<u>12,303</u>	<u>9,657</u>	<u>21,960</u>
CHANGE IN NET POSITION			(28,542)	(34,309)	(62,851)
NET POSITION - BEGINNING (Restated)			<u>238,855</u>	<u>435,939</u>	<u>674,794</u>
NET POSITION - ENDING			<u>\$210,313</u>	<u>\$401,630</u>	<u>\$611,943</u>

See accompanying notes and accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

BALANCE SHEET - GOVERNMENTAL FUNDS
December 31, 2020

	<u>General Fund</u>	<u>Police Department Special Revenue Fund</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash	\$65,539	\$6,031	\$71,570
Receivables	3,028		3,028
TOTAL ASSETS	<u>\$68,567</u>	<u>\$6,031</u>	<u>\$74,598</u>
LIABILITIES - accounts payable			
	<u>\$1,569</u>	NONE	<u>\$1,569</u>
DEFERRED INFLOW OF RESOURCES			
Property taxes	<u>3,760</u>	NONE	<u>3,760</u>
FUND BALANCE			
Assigned	62,837	\$6,031	68,868
Unassigned	401		401
TOTAL FUND BALANCE	<u>63,238</u>	<u>6,031</u>	<u>69,269</u>
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCES	<u>\$68,567</u>	<u>\$6,031</u>	<u>\$74,598</u>

**Reconciliation of the Balance Sheet of Governmental
Funds To the Statement of Net Position:**

Total fund balances - Governmental Funds	\$69,269
Amount reported for net position of governmental activities in the Statement of Net Position (Statement A) is different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the fund	<u>141,044</u>
Net position of governmental activities (Statement A)	<u>\$210,313</u>

See accompanying notes and accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS
For the Year Ended December 31, 2020

	General Fund	Police Department Special Revenue Fund	Total Governmental Funds
REVENUE			
Taxes:			
Property taxes	\$3,160		\$3,160
Franchise	6,317		6,317
Occupational licenses	8,261		8,261
Investment income	134		134
Miscellaneous	4,060		4,060
Total revenue	<u>21,932</u>	NONE	<u>21,932</u>
EXPENDITURES			
General government:			
Personal services	5,490		5,490
Operating services	23,839		23,839
Materials and supplies	1,257		1,257
Travel and other	606		
Public safety:			
Personal services		\$3,230	3,230
Operating services		882	882
Total expenditures	<u>31,192</u>	<u>4,112</u>	<u>35,304</u>
EXCESS (Deficiency) OF REVENUE OVER EXPENDITURES	(9,260)	(4,112)	(13,372)
OTHER FINANCING SOURCES (Uses) - operating transfers	<u>(13,488)</u>	<u>3,859</u>	<u>(9,629)</u>
NET CHANGE IN FUND BALANCES	(22,748)	(253)	(23,001)
FUND BALANCE AT BEGINNING OF YEAR (Restated)	<u>85,986</u>	<u>6,284</u>	<u>92,270</u>
FUND BALANCE AT END OF YEAR	<u>\$63,238</u>	<u>\$6,031</u>	<u>\$69,269</u>

(Continued)

See accompanying notes and accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2020

	Total Governmental Funds
Reconciliation of the Statement of Revenue, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities:	
Net change in fund balances - Total Governmental Funds	(\$23,001)
Amount reported for governmental activities in the Statement of Activities (Statement B) is different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlay expenditures in the current period.	<u>(5,541)</u>
Change in net position of governmental activities (Statement B)	<u><u>(\$28,542)</u></u>

(Concluded)

See accompanying notes and accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

STATEMENT OF NET POSITION - BUSINESS-TYPE ACTIVITIES
December 31, 2020

	<u>Water System Enterprise</u>
ASSETS	
Current assets:	
Cash	\$18,923
Accounts receivable (net of allowance for doubtful accounts)	<u>5,811</u>
Total current assets	24,734
Noncurrent assets:	
Capital assets (net of accumulated depreciation)	<u>381,345</u>
Total assets	<u>406,079</u>
LIABILITIES	
Accounts payable	<u>4,449</u>
NET POSITION	
Net investment in capital assets	381,345
Unrestricted	<u>20,285</u>
Total net position	<u><u>\$401,630</u></u>

See accompanying notes and accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

STATEMENT OF REVENUE, EXPENSES, AND
CHANGES IN NET POSITION - BUSINESS-TYPE ACTIVITIES
For the Year Ended December 31, 2020

	<u>Water System Enterprise</u>
OPERATING REVENUE	
Water sales	\$29,338
Other operating revenue	<u>100</u>
Total operating revenue	<u>29,438</u>
OPERATING EXPENSES	
Contract labor	5,419
Chemicals	2,086
Advertising	337
Utilities	2,420
Repairs and maintenance	4,431
Postage	354
Office expense	1,200
Supplies	8,872
SDWP fee	898
Salaries	10,829
Payroll taxes	447
Depreciation	34,712
Miscellaneous	<u>1,399</u>
Total operating expenses	<u>73,404</u>
OPERATING INCOME (Loss)	<u>(43,966)</u>
NON-OPERATING REVENUE	
Interest earned on deposits	28
Transfer from General Fund	<u>9,629</u>
Total non-operating revenue	<u>9,657</u>
CHANGE IN NET POSITION	(34,309)
NET POSITION - BEGINNING	<u>435,939</u>
NET POSITION - ENDING	<u><u>\$401,630</u></u>

See accompanying notes and accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

STATEMENT OF CASH FLOWS - BUSINESS-TYPE ACTIVITIES
For the Year Ended December 31, 2020

	<u>Water System Enterprise Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$29,774
Payments to suppliers	(26,793)
Payments to employees	<u>(10,829)</u>
Net cash used by operating activities	(7,848)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES	
Transfer from General Fund	9,629
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest earnings on bank deposits	<u>28</u>
NET INCREASE IN CASH	1,809
CASH AT BEGINNING OF YEAR	<u>17,114</u>
CASH AT END OF YEAR	<u><u>\$18,923</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Used by Operating Activities	
Operating Income (Loss)	<u>(\$43,966)</u>
Adjustments:	
Depreciation	34,712
Decrease in accounts receivable	336
Increase in accounts payable	<u>1,070</u>
Total adjustments	<u>36,118</u>
Net cash used by operating activities	<u><u>(\$7,848)</u></u>

See accompanying notes and accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

Notes to the Financial Statements
As of and for the Year Ended December 31, 2020

INTRODUCTION

The Village of Noble was incorporated on March 12, 1901, under the provisions of the Lawrason Act. The Village is governed by the mayor-board of aldermen form of government. The mayor and three aldermen serve four-year terms. The aldermen receive a \$60 per diem for attending each regular meeting. The Village provides public safety and general government services to its residents. The Village has an elected Chief of Police and two part-time employees.

GASB Statement No. 14, *The Reporting Entity* and No. 39, *Determining Whether Certain Organizations Are Component Units - an amendment of GASB Statement No. 14*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of these Statements, the Village of Noble 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 and 39, fiscally independent means that the municipality 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 has no component units.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. 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 activities of the Village of Noble. Governmental activities, which normally are supported by taxes and intergovernmental revenue, 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 are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenue includes 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 revenue.

See accountant's compilation report.

VILLAGE OF NOBLE
Notes to the Financial Statements

Separate financial statements are provided for governmental funds and business-type activities funds. All individual governmental funds and individual enterprise funds are reported as separate columns in the fund financial statements.

**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, as are the business-type fund financial statements. Revenue is 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 revenue 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. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available when it is collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, revenue is considered to be available if it is 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.

Property taxes and franchise taxes associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the Village.

The Village of Noble reports the following governmental funds:

General Fund

The General fund is the general operating fund of the Village and accounts for all financial resources of the general government.

Police Department Special Revenue Fund

The Police Department Special Revenue Fund is used to account for transfers from the General Fund that are committed to fund the operations of the police department.

See accountant's compilation report.

The Village of Noble reports the following business-type activity fund:

Water System Enterprise Fund

The Water System Enterprise fund accounts for the operation of the Village's water system.

As a general rule, the effect of interfund activity is eliminated from the government-wide financial statements.

Amounts reported as program revenue includes charges to customers for goods, services, or privileges provided and operating grants. General revenue includes all taxes.

Business-type activities funds distinguish operating revenue and expenses from nonoperating items. Operating revenue and expenses generally result from providing services and producing and delivering goods in connection with the fund's ongoing operations. The Water System Enterprise Fund's operating revenue consists of charges for water. Operating expenses for enterprise funds include the cost of services, administrative expenses, and depreciation on capital assets. All revenue and expenses not meeting these definitions are reported as nonoperating revenue and expenses.

C. Deposits

Cash includes amounts in demand deposits and interest-bearing demand deposits. State law limits the Village's credit risk by restricting the Village's investments to collateralized certificates of deposits, government-backed securities, commercial paper, the state sponsored investment pool, and mutual funds consisting solely of government-backed securities.

D. Receivables

All receivables are generally shown net of an allowance for uncollectible amounts. These statements contain no provision for uncollectible accounts. The Village is of the opinion that such an allowance would be immaterial in relation to the financial statements taken as a whole. Past due accounts are written off when they are considered uncollectible by management.

VILLAGE OF NOBLE
Notes to the Financial Statements

Property Taxes

For the year ended December 31, 2020, a 5.64 mill tax authorized by the Village of Noble for general operating purposes was levied on property with assessed valuations totaling \$583,318.

E. Capital Assets

Capital assets, which include the water system and improvements, land, buildings, vehicles, and equipment are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost. The Village of Noble maintains a threshold level of \$500 or more for capitalizing capital assets. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized. The Village has elected not to report general infrastructure assets such as roads, buildings, sidewalks, etc., constructed prior to January 1, 2002.

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

	<u>Estimated Lives</u>
Infrastructure - water system and improvements	10- 25 years
Buildings and improvements	7 - 40 years
Vehicles and equipment	5-10 years

F. Deferred Inflows of Resources

In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The Village's deferred outflows are property taxes that are received before the period for which the taxes are levied.

G. Net Position/Fund Balance

For the government-wide statement of net position, net position is reported as restricted when constraints placed on net position are either:

See accountant's compilation report.

VILLAGE OF NOBLE
Notes to the Financial Statements

1. externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; or
2. imposed by law through constitutional provisions or enabling legislation.

Fund balance for governmental funds is reported in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which funds can be spent. Fund balance should be reported as restricted when constraints on the use of the funds meet the same criteria as restricted net position in the government-wide statement of net position as noted in the previous paragraph. Amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the board of aldermen are reported as committed fund balance.

Assigned fund balance are amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The board of aldermen is authorized to assign amounts to a specific purpose. Unassigned fund balance is the residual classification and represents fund balance that has not been restricted, committed, or assigned to a specific purpose.

At December 31, 2020, the General Fund had \$62,837 in assigned fund balance to be used for emergency purposes as determined by the board of aldermen and the Police Department Special Revenue Fund fund balance of \$6,031 that is reported as assigned for public safety.

H. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts of assets and liabilities, disclosures, and revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budget Information

The Village of Noble uses the following budget practices:

Proposed budgets for the General Fund and the Police Department Special Revenue Fund are prepared on the modified accrual basis of accounting and are formally adopted See accountant's compilation report.

VILLAGE OF NOBLE
Notes to the Financial Statements

by the mayor and board of aldermen at the December board meeting each year. The budgets are established and controlled by the mayor and board of aldermen at the object level of expenditure. Appropriations lapse at year-end and must be reappropriated for the following year to be expended. Encumbrance accounting is not utilized by the Village. Budgeted amounts included in the accompanying financial statements include the original adopted budget amounts and subsequent budget amendments.

The following individual fund's actual expenditures and other financing uses exceeded budgeted expenditures and other financing uses for the year ended December 31, 2020:

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Unfavorable Variance</u>
General Fund	<u>\$28,900</u>	<u>\$30,500</u>	<u>\$44,680</u>	<u>\$14,180</u>
Police Department Special Revenue Fund	<u>\$1,800</u>	<u>\$3,500</u>	<u>\$4,112</u>	<u>\$612</u>

3. DEPOSITS IN FINANCIAL INSTITUTIONS

At December 31, 2020, the Village has cash (book balances) as follows:

Non-interest bearing checking accounts	\$12,593
Interest-bearing checking accounts	<u>77,900</u>
Total	<u>\$90,493</u>

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. At December 31, 2020, the Village of Noble has \$90,953 in deposits (collected bank balances). These deposits are fully secured from risk by federal deposit insurance.

4. RECEIVABLES

The following is a summary of receivables at December 31, 2020:

See accountant's compilation report.

VILLAGE OF NOBLE
Notes to the Financial Statements

	General Fund	Water System Enterprise Fund	Total
Property taxes	\$1,589		\$1,589
Franchise taxes	1,439		1,439
Accounts		\$5,811	5,811
Allowance for doubtful accounts	NONE	NONE	NONE
Total	<u>\$3,028</u>	<u>\$5,811</u>	<u>\$8,839</u>

5. CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended December 31, 2020, is as follows:

	Balance at January 1, 2020	Increases	Decreases	Balance at December 31, 2020
Governmental activities:				
Capital assets being depreciated:				
Buildings	\$26,971			\$26,971
Vehicles and equipment	32,929			32,929
Street improvements	199,520			199,520
Total capital assets being depreciated	<u>259,420</u>	NONE	NONE	<u>259,420</u>
Less accumulated depreciation for:				
Buildings	22,543	\$553		23,096
Vehicles and equipment	32,930			32,930
Street improvements	57,362	4,988		62,350
Total accumulated depreciation	<u>112,835</u>	<u>5,541</u>	NONE	<u>118,376</u>
Total assets being depreciated, net	<u>\$146,585</u>	<u>(\$5,541)</u>	NONE	<u>\$141,044</u>

See accountant's compilation report.

VILLAGE OF NOBLE
Notes to the Financial Statements

	Balance at January 1, 2020	Increases	Decreases	Balance at December 31, 2020
Business-type activities:				
Capital assets not being depreciated:				
Land	\$75	NONE	NONE	\$75
Total assets not being depreciated	\$75	NONE	NONE	\$75
Capital assets being depreciated:				
Water system and improvements	890,616	NONE	NONE	890,616
Less accumulated depreciation for:				
Water system and improvements	474,634	\$34,712	NONE	509,346
Total assets being depreciated, net	415,982	(34,712)	NONE	381,270
Total assets	<u>\$416,057</u>	<u>(\$34,712)</u>	<u>NONE</u>	<u>\$381,345</u>

Depreciation expense of \$5,541 for the year ended December 31, 2020 was charged to the general government governmental function. Depreciation expense of \$34,712 for the year ended December 31, 2020 was charged to the business-type activities function.

6. RESTATEMENT OF BEGINNING NET POSITION/FUND BALANCE

Beginning net position as reported in the government-wide Statement of Activities as well as fund balance at the beginning of the year for the General Fund in the Statement of Revenue, Expenditures, and Changes in Fund Balance - Governmental Funds, has been restated as follows:

See accountant's compilation report.

VILLAGE OF NOBLE
Notes to the Financial Statements

	Governmental Activities - <u>Net Position</u>	General Fund - Fund <u>Balance</u>
Net position/fund balance at December 31, 2019, as previously reported	\$232,796	\$79,927
Prior year outstanding checks voided in current year	<u>6,059</u>	<u>6,059</u>
Net position/fund balance at December 31, 2019, restated	<u>\$238,855</u>	<u>\$85,986</u>

7. GOING CONCERN

The Water System Enterprise Fund had a \$34,309 decrease in net position for the year ended December 31, 2020. The total decrease in net position over the past three years has been \$111,515. Transfers from the General Fund to the Water System Enterprise Fund and the Police Department Special Revenue Fund resulted in a decrease in General Fund fund balance of \$22,748 for the year ended December 31, 2020, and a total decrease of \$38,303 in the General Fund fund balance over the past three years.

8. RISK MANAGEMENT

The Village purchases commercial insurance to reduce the risk of loss resulting from property damage or liability claims. There have been no significant reductions in insurance coverage from coverage in the prior year. Settlements have not exceeded insurance coverage in any of the past three fiscal years.

9. SUBSEQUENT EVENTS

Since March 2020, the spread of COVID-19 has severely impacted many local economies. Measures taken to contain the spread of the virus have triggered significant disruptions to businesses. There were no significant adverse effects from COVID-19 on the Village's financial position during 2020. Although not expected, the Village's future cash flows could be affected by an economic slowdown that results from measures taken to contain the spread of the virus. The Village has determined that the potential impact of COVID-19 is a non-adjusting subsequent event. Accordingly, the financial position and results of operations as of and for the year ended December 31, 2020, have not been adjusted to reflect this potential impact. The duration and impact of the COVID-19 pandemic remains unclear at this time.

The Village of Noble has evaluated subsequent events through June 24, 2021, the date which the financial statements were available to be issued.

See accountant's compilation report.

REQUIRED SUPPLEMENTAL INFORMATION

See accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

SCHEDULE OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
GENERAL FUND

For the Year Ended December 31, 2020

	BudgetedAmounts.....		Actual Amounts (Budgetary Basis - GAAP)	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUE				
Taxes:				
Property	\$2,000	\$2,400	\$3,160	\$760
Franchise	9,000	6,500	6,317	(183)
Occupational licenses	12,000	13,500	8,261	(5,239)
Investment income	200	90	134	44
Other income	350	200	4,060	3,860
Total revenue	<u>23,550</u>	<u>22,690</u>	<u>21,932</u>	<u>(758)</u>
EXPENDITURES				
General government:				
Personal services	5,600	5,600	5,490	110
Operating services	19,000	19,000	23,839	(4,839)
Materials and supplies	2,000	2,000	1,257	743
Travel and other charges	500	500	606	(106)
Total expenditures	<u>27,100</u>	<u>27,100</u>	<u>31,192</u>	<u>(4,092)</u>
EXCESS OF REVENUE OVER EXPENDITURES	(3,550)	(4,410)	(9,260)	(4,850)
OTHER FINANCING SOURCE (Use) - transfer in (out)	<u>(1,800)</u>	<u>(3,400)</u>	<u>(13,488)</u>	<u>(10,088)</u>
NET CHANGE IN FUND BALANCE	(5,350)	(7,810)	(22,748)	(14,938)
FUND BALANCE AT BEGINNING OF YEAR (Restated)	<u>78,000</u>	<u>72,650</u>	<u>85,986</u>	<u>13,336</u>
FUND BALANCE AT END OF YEAR	<u><u>\$72,650</u></u>	<u><u>\$64,840</u></u>	<u><u>\$63,238</u></u>	<u><u>(\$1,602)</u></u>

There was one budget amendment during the year ended December 31, 2020.

See accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

SCHEDULE OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL -
POLICE DEPARTMENT SPECIAL REVENUE FUND
For the Year Ended December 31, 2020

	BudgetedAmounts.....		Actual Amounts (Budgetary Basis - GAAP)	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUE				
Fines	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>	<u>NONE</u>
EXPENDITURES				
Public safety:				
Personal services	\$1,200	\$3,000	\$3,230	(\$230)
Operating services	<u>600</u>	<u>500</u>	<u>882</u>	<u>(382)</u>
Total expenditures	<u>1,800</u>	<u>3,500</u>	<u>4,112</u>	<u>(612)</u>
EXCESS (Deficit) OF REVENUE OVER EXPENDITURES	(1,800)	(3,500)	(4,112)	(612)
OTHER FINANCING SOURCE - transfer in	<u>1,800</u>	<u>3,400</u>	<u>3,859</u>	<u>459</u>
NET CHANGE IN FUND BALANCE	NONE	(100)	(253)	(153)
FUND BALANCE AT BEGINNING OF YEAR	<u>4,700</u>	<u>4,700</u>	<u>6,284</u>	<u>1,584</u>
FUND BALANCE AT END OF YEAR	<u>\$4,700</u>	<u>\$4,600</u>	<u>\$6,031</u>	<u>\$1,431</u>

There was one budget amendment during the year ended December 31, 2020.

See accountant's compilation report.

OTHER SUPPLEMENTAL INFORMATION SCHEDULES

See accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

OTHER SUPPLEMENTAL INFORMATION SCHEDULES
As of and For the Year Ended December 31, 2020

**COMPENSATION, BENEFITS AND
OTHER PAYMENTS TO AGENCY HEAD AND
ALDERMEN**

The Schedule of Compensation, Benefits and Other Payments to Agency Head and Aldermen is presented in compliance with Louisiana Revised Statute 24:513 A (3) and House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. Compensation of the aldermen is included in the general government personal services expenditures of the General Fund. The mayor receives \$250 per month and the mayor and aldermen receive a per diem of \$60 for attending each meeting.

See accountant's compilation report.

VILLAGE OF NOBLE
Noble, LouisianaSCHEDULE OF COMPENSATION, BENEFITS AND
OTHER PAYMENTS TO AGENCY HEAD
AND ALDERMEN
For the Year Ended December 31, 2020**AGENCY HEAD - MAYOR SALARY**

Lynn Montgomery \$3,000

ALDERMEN COMPENSATION

Claire Lopez 60

Andrea Procell 720

Beverly Rivers 120

Alan Rike 540

Janice Rike 660Total \$5,100

See accountant's compilation report.

VILLAGE OF NOBLE
Noble, Louisiana

CURRENT YEAR FINDINGS AND
CORRECTIVE ACTION PLAN
For the Year Ended December 31, 2020

2020-001 Noncompliance with Local Government Budget Act

Criteria: The Local Government Budget Act requires the Village to adopt a budget amendment when total actual expenditures and other financing uses exceed total budgeted expenditures and other financing uses by 5% or more.

Condition: The Village adopted budget amendments for the 2020 General Fund and Police Department Special Revenue Fund budgets. However, actual expenditures and other financing uses for the General Fund exceeded amended budgeted expenditures and other financing uses by \$14,180 (46%) and \$612 (17%) for Police Department Special Revenue Fund.

Cause: The Village underestimated General Fund transfers to other funds and Police Department expenditures.

Effect: Noncompliance with the Local Government Budget Act.

Recommendation: The General Fund should properly amend its budget for actual transfers to other funds and should more accurately estimate Police Department expenditures.

Management's Response: Management of the Village will include all transfers to other funds in its General Fund budget and also budget for all Police Department expenditures.