

Town of Many
Many, Louisiana

Annual Financial Statements
with Independent Auditor's Report

As of and For the Year Ended
June 30, 2023
with Supplemental Information Schedules

KENNETH D. FOLDEN & CO.
CERTIFIED PUBLIC ACCOUNTANTS, LLC

302 EIGHTH STREET
JONESBORO, LA 71251
(318) 259-7316

FAX (318) 259-7315
ahuckaby@foldencpa.com

Town of Many
Annual Financial Statements
with Independent Auditor's Report

As of and For the Year Ended June 30, 2023
with Supplemental Information Schedules

Contents

	Statement	Page
Independent Auditor's Report		4 - 6
Basic Financial Statements		
Government-Wide Financial Statements:		
Statement of Net Position	A	9
Statement of Activities	B	10
Fund Financial Statements		
Governmental Funds		
Balance Sheet	C	12
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	D	13
Statement of Revenues, Expenditures, and Changes in Fund Balance	E	14
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	F	15
Proprietary Funds		
Statement of Net Position	G	16
Statement of Revenues, Expenses, and Changes in Fund Net Position	H	17
Statement of Cash Flows	I	18 - 19
Notes to the Financial Statements		21 - 51

Town of Many
Annual Financial Statements
with Independent Auditor's Report

As of and For the Year Ended June 30, 2023
with Supplemental Information Schedules

	Schedule	Page
Required Supplementary Information		
Budgetary Comparison Schedule		
General Fund	1a	53
Sales Tax Fund	1b	54
Schedule of Employer's Share of Net Pension Liability - MERS	2a	55
Schedule of Employer's Share of Net Pension Liability - MPERS	2b	56
Schedule of Employer Contributions - MERS	3a	57
Schedule of Employer Contributions - MPERS	3b	58
Independent Auditor's Report on Internal Control and on Compliance and Other Matters		
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		59 - 60
Supplemental Information Schedules		
Schedule of Findings and Questioned Costs	4	62 - 63
Schedule of Compensation Paid Councilpersons	5	64
Schedule of Compensation, Benefits, and Other Payments to Agency Head	6	65
Schedule of Justice System Funding Collecting/Disbursing Entity	7	66 - 67
Statewide Agreed-Upon Procedures		
Independent Accountant's Report on Applying Louisiana Legislative Auditor's Statewide Agreed-Upon Procedures		68 - 76
Louisiana Agreed-Upon Procedures Representation Form		77 - 79
Management's Responses		
Schedule of Findings and Questioned Costs		80 - 82
Louisiana Legislative Auditor's Statewide Agreed-Upon Procedures		83 - 84



KENNETH D. FOLDEN & CO.

Certified Public Accountants, LLC

Kenneth D. Folden, CPA
kfolden@foldencpa.com

Alayna C. Huckaby, CPA
ahuckaby@foldencpa.com

Independent Auditor's Report

Town of Many
Many, Louisiana

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Many, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Town of Many's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, and each major fund of the Town of Many, as of June 30, 2023, 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.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in the Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Many, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibility of Management 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 and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Many's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town of Many's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Many's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Budgetary Comparison Schedule, the Schedule of Employer's Share of Net Pension Liability (MERS, MPERS), and the Schedule of Employer Contributions (MERS, MPERS) be presented to supplement the basic financial statements, as listed in the table of contents. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management's 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Many's basic financial statements. The Schedule of Compensation, Benefits, and Other Payments to Agency Head; the Schedule of Compensation Paid Councilpersons; and the Schedule of Justice System Funding Collecting/Disbursing Entity are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Compensation, Benefits, and Other Payments to Agency Head; the Schedule of Compensation Paid Councilpersons; and the Schedule of Justice System Funding Collecting/Disbursing Entity are the responsibility of management and were 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 auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Compensation, Benefits, and Other Payments to Agency Head; the Schedule of Compensation Paid Councilpersons; and the Schedule of Justice System Funding Collecting/Disbursing Entity are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 21, 2025, on our consideration of the Town of Many'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 Town of Many's internal control over financial reporting and compliance.

Report on Other Legal and Regulatory Requirements

In accordance with the requirements of Louisiana Legislative Auditor, we have issued our report dated November 21, 2025, on the results of our state wide agreed-upon procedures performed in accordance with attestation standards established by the American Institute of Certified Public Accountants and the standards applicable to attestation engagements contained in Government Auditing Standards. The purpose of that report is solely to describe the scope of our testing performed on those control and compliance areas identified in the Louisiana Legislative Auditor's state wide agreed-upon procedures, and the results of that testing, and not to provide an opinion on control or compliance.

Kenneth D. Folden & Co., CPAs, LLC

Jonesboro, Louisiana
November 21, 2025

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Town of Many
Many, Louisiana

Statement of Net Position
As of June 30, 2023

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and equivalents	\$ 1,633,131	\$ 977,417	\$ 2,610,548
Accounts receivable	244,263	139,112	383,375
Prepaid expenses	24,607	-	24,607
Due from other funds	34,408	-	34,408
Cash and equivalents - restricted	-	207,236	207,236
Capital assets (net of accumulated depreciation)	6,592,931	11,461,271	18,054,202
Total Assets	<u>8,529,340</u>	<u>12,785,036</u>	<u>21,314,376</u>
Deferred Outflows of Resources			
Pension	833,131	107,654	940,785
Total Deferred Outflows of Resources	<u>833,131</u>	<u>107,654</u>	<u>940,785</u>
Liabilities			
Accounts payable	36,077	19,726	55,803
Payroll liabilities	103,981	-	103,981
Due to other funds	-	34,408	34,408
Customer meter deposits	-	130,106	130,106
Long-term liabilities			
Due within one year	31,000	-	31,000
Interest payable	1,067	-	1,067
Due in more than one year	1,996,532	1,854,373	3,850,905
Total Liabilities	<u>2,168,657</u>	<u>2,038,613</u>	<u>4,207,270</u>
Deferred Inflows of Resources			
Pension	27,363	3,659	31,022
Total Deferred Inflows of Resources	<u>27,363</u>	<u>3,659</u>	<u>31,022</u>
Net Position			
Net investment in capital assets	6,592,931	10,626,588	17,219,519
Restricted	979,948	-	979,948
Unrestricted	(406,428)	223,830	(182,598)
Total Net Position	<u>\$ 7,166,451</u>	<u>\$ 10,850,418</u>	<u>\$ 18,016,869</u>

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

Town of Many
Many, Louisiana

Statement of Activities
For the Year Ended June 30, 2023

	Major Funds				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
<u>Functions/Programs</u>							
Primary government							
Governmental activities							
General government	\$ 2,207,307	\$ 436,603	\$ 46,530	\$ 52,885	\$ (1,671,289)	\$ -	\$ (1,671,289)
Police	750,803	170,941	84,304	-	(495,558)	-	(495,558)
Sanitation	193,662	262,933	-	-	69,271	-	69,271
Highways and streets	752,484	5,000	-	-	(747,484)	-	(747,484)
Total governmental activities	<u>3,904,256</u>	<u>875,477</u>	<u>130,834</u>	<u>52,885</u>	<u>(2,845,060)</u>		<u>(2,845,060)</u>
Business-type activities							
Water and sewer	2,368,634	1,771,053	556,919	-	-	(40,662)	(40,662)
Total primary government	<u>\$ 6,272,890</u>	<u>\$ 2,646,530</u>	<u>\$ 687,753</u>	<u>\$ 52,885</u>	<u>(2,845,060)</u>	<u>(40,662)</u>	<u>(2,885,722)</u>
<u>General Revenues</u>							
Taxes:							
Property taxes, levied for general purposes					135,449	-	135,449
Sales taxes					1,887,994	-	1,887,994
Franchise taxes					231,098	-	231,098
Intergovernmental					56,633	-	56,633
Investment earnings					23,409	14,566	37,975
Other revenue					51,189	8,992	60,181
Gain (loss) on sale of fixed assets					8,284	-	8,284
Operating transfers					69,407	(69,407)	-
Total general revenues and transfers					<u>2,463,463</u>	<u>(45,849)</u>	<u>2,417,614</u>
Change in net position					(381,597)	(86,511)	(468,108)
Prior Period Adjustment					(1,071,365)	980,545	(90,820)
Net position - June 30, 2022					<u>8,619,413</u>	<u>9,956,385</u>	<u>18,575,798</u>
Net position - June 30, 2023					<u>\$ 7,166,451</u>	<u>\$ 10,850,419</u>	<u>\$ 18,016,870</u>

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

FUND FINANCIAL STATEMENTS

Town of Many
Many, Louisiana

Balance Sheet - Governmental Funds
As of June 30, 2023

	Major Funds		
	General Fund	Street Fund	Total
Assets			
Cash and equivalents	\$ 707,726	\$ 925,405	\$ 1,633,131
Accounts receivable	160,450	83,813	244,263
Prepaid expenses	24,607	-	24,607
Due from other funds	34,408	-	34,408
Total Assets	<u>\$ 927,191</u>	<u>\$ 1,009,218</u>	<u>\$ 1,936,409</u>
Liabilities & Fund Balances			
Liabilities:			
Accounts payable	\$ 34,107	\$ 1,970	\$ 36,077
Payroll liabilities	103,981	-	103,981
Long-Term Liabilities:			
Due within one year	31,000	-	\$ 31,000
Interest payable	1,067	-	1,067
Total Liabilities	<u>170,155</u>	<u>1,970</u>	<u>172,125</u>
Fund balances:			
Nonspendable, reported in:			
General fund	24,607	-	24,607
Restricted, reported in:			
General fund	-	1,007,247	1,007,247
Committed, reported in:			
Special revenue fund	-	-	-
Assigned, reported in:			
Special revenue fund	-	-	-
Unassigned	732,429	-	732,429
Total Fund Balances	<u>757,036</u>	<u>1,007,247</u>	<u>1,764,283</u>
Total Liabilities and Fund Balances	<u>\$ 927,191</u>	<u>\$ 1,009,217</u>	<u>\$ 1,936,408</u>

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

Town of Many
Many, Louisiana

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
As of June 30, 2023

Total Fund Balances at June 30, 2023 - Governmental Funds (Statement C)	\$ 1,764,289
Total Net Position reported for governmental activities in the Statement of Net Position (Statement A) are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds, net of depreciation.	6,592,931
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the governmental funds.	
Net pension liability \$1,845,431	
Compensated absences \$144,333	
Right of Use liability \$83,994	(1,996,532)
Deferred outflows of resources	833,131
Deferred inflows of resources	(27,363)
Net Position at June 30, 2023	\$ <u>7,166,456</u>

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

Town of Many
Many, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds
For the Year Ended June 30, 2023

	Major Funds		
	General Fund	Street Fund	Total
Revenues			
Taxes:			
Ad valorem tax	\$ 135,449	\$ -	\$ 135,449
Franchise tax	219,334	-	219,334
Sales tax	943,997	943,997	1,887,994
Licenses and permits	338,125	-	338,125
Operating grant	46,530	-	46,530
Intergovernmental	68,397	89,304	157,701
Fines, forfeitures, and court costs	170,941	-	170,941
Charges for services	291,361	-	291,361
Miscellaneous	72,750	-	72,750
Total revenues	<u>2,286,884</u>	<u>1,033,301</u>	<u>3,320,185</u>
Expenditures			
Current:			
General government	1,365,657	-	1,365,657
Public safety			
Police	746,782	-	746,782
Streets	-	752,394	752,394
Sanitation	193,667	-	193,667
Capital outlay	48,996	302,193	351,189
Total expenditures	<u>2,355,102</u>	<u>1,054,587</u>	<u>3,409,689</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(68,218)</u>	<u>(21,286)</u>	<u>(89,504)</u>
Other financing sources (uses)			
Capital grant	52,885	-	52,885
Bond payable expenditures	(31,000)	-	(31,000)
Bond interest expenditures	(1,067)	-	(1,067)
Interest earnings	10,853	12,556	23,409
Proceeds from the sale of fixed assets	8,284	-	8,284
Operating transfers	33,468	35,939	69,407
Total other financing sources (uses)	<u>73,423</u>	<u>48,495</u>	<u>121,918</u>
Net changes in fund balances	5,205	27,209	32,414
Prior period adjustment	(205,222)	(866,143)	(1,071,365)
Fund balances - June 30, 2022	<u>957,053</u>	<u>1,846,182</u>	<u>2,803,235</u>
Fund balances - June 30, 2023	<u>\$ 757,036</u>	<u>\$ 1,007,248</u>	<u>\$ 1,764,284</u>

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

Town of Many
Many, Louisiana

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Funds Balances to the Statement of Activities
For the Year Ended June 30, 2023

Total net change in Fund Balances - Governmental Funds (Statement E)	\$	32,414
--	----	--------

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

Capital outlays are reported in governmental funds 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 capital outlay differs from depreciation for the period.

Depreciation		(649,832)
--------------	--	-----------

Capital outlay		351,190
----------------	--	---------

Bond principal and interest expense, which is considered an other financing use on the Statement of Revenues, Expenditures, and Changes in Fund Balance (Statement E), is a reduction of bonds payable on the Government-Wide Statements. Bond proceeds, which is considered an other financing source on the Statement of Revenues, Expenditures, and Changes in Fund Balance (Statement E), is an increase in long-term liabilities on the Government- Wide Statements.

Bond principle expense		31,000
------------------------	--	--------

Bond interest expense		1,067
-----------------------	--	-------

Compensated absence expense decrease (increase)		(49,692)
---	--	----------

Net pension liability decrease (increase)		(119,125)
---	--	-----------

Other expenses		21,380
----------------	--	--------

Change in net position of governmental activities (Statement B)	\$	(381,598)
---	----	-----------

Town of Many
Many, Louisiana

Statement of Net Position - Proprietary Fund
As of June 30, 2023

Utility System - Enterprise Funds

Assets

Current Assets:

Cash and equivalents	\$ 977,417
Accounts receivable	139,112
Total Current Assets	1,116,529

Noncurrent Assets:

Cash and equivalents - restricted	207,236
Capital assets (net of accumulated depreciation)	11,461,271
Total Noncurrent Assets	11,668,507

Total Assets

	12,785,036
--	------------

Deferred Outflows of Resources

Pension	107,654
---------	---------

Total Deferred Outflows of Resources

	107,654
--	---------

Liabilities

Current Liabilities:

Accounts payable	19,726
Due to other funds	34,408
Total Current Liabilities	54,134

Current liabilities payable from restricted assets:

Customer meter deposits	130,106
-------------------------	---------

Long-Term Liabilities:

Long-Term Liabilities - Noncurrent	1,854,373
------------------------------------	-----------

Total Liabilities

	2,038,613
--	-----------

Deferred Inflows of Resources

Pension	3,659
---------	-------

Total Deferred Inflows of Resources

	3,659
--	-------

Net Position

Net investment in capital assets	10,626,588
Unrestricted	223,830

Total Net Position

	\$ 10,850,418
--	---------------

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

Town of Many
Many, Louisiana

Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Fund
For the Year Ended June 30, 2023

	Utility System - Enterprise Funds
Operating Revenues	
Charges for services	\$ 1,758,433
Miscellaneous income	<u>21,612</u>
Total operating revenues	<u>1,780,045</u>
Operating Expenses	
Personnel services	923,182
Supplies	294,859
Utilities	173,604
Repairs and maintenance	117,806
Contractual services	58,491
Miscellaneous	321,298
Depreciation	<u>479,395</u>
Total operating expenses	<u>2,368,635</u>
Operating Income (Loss)	(588,590)
Non-operating Revenues (Expenses)	
Interest earnings	14,566
Grant income	<u>556,919</u>
Total non-operating revenues (expenses)	<u>571,485</u>
Income (loss) before transfers	<u>(17,105)</u>
Transfers in (out)	<u>(69,407)</u>
Total transfers	<u>(69,407)</u>
Change in net position	(86,512)
Prior Period Adjustment	<u>980,545</u>
Total Net Position - June 30, 2022	<u>9,956,385</u>
Total Net Position - June 30, 2023	<u><u>\$ 10,850,418</u></u>

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

Town of Many
Many, Louisiana

Statement of Cash Flows - Proprietary Fund
For the Year Ended June 30, 2023

	Utility System - Enterprise Funds
Cash flows from operating activities	
Cash received from customers	\$ 1,914,021
Cash payments to suppliers for goods and services	(1,165,982)
Cash payments to employees for services	(848,943)
Net cash provided by (used for) operating activities	(100,904)
Cash flows from non-capital financing	
Transfers (to) from other funds	(69,407)
Equity transfers to (from) other funds	-
Operating grant	556,919
Net cash provided by (used for) non-capital financing activities	487,512
Cash flows from capital and related financing activities	
Acquisition of capital assets	(188,044)
Net cash provided by (used for) capital and related financing activities	(188,044)
Cash flows from investing activities	
Interest earnings	14,566
Other income (expense)	72,747
Net cash provided by (used for) investing activities	87,313
Net increase (decrease) in cash and cash equivalents	285,877
Cash and cash equivalents - June 30, 2022	898,776
Cash and cash equivalents - June 30, 2023	\$ 1,184,653

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

Town of Many
Many, Louisiana

Statement of Cash Flows - Proprietary Fund
For the Year Ended June 30, 2023

Reconciliation of operating income to net provided by operating activities

Operating income	\$ (588,589)
Adjustments	
Depreciation	479,395
Net changes in assets and liabilities	
Accounts receivable	148,446
Customers' security deposits	2,938
Accounts payable	(71,731)
Due to other funds	(1,059,868)
Current increase (decrease) in pension liability	7,960
Prior period adjustment	980,545
Net cash provided for (used for) operating activities	<u>\$ (100,904)</u>

Reconciliation of cash and restricted cash reported within the balance sheet that sum to the total of the same such amounts in the statement of cash flows

Cash and cash equivalents - unrestricted	\$ 977,417
Cash and cash equivalents - restricted	<u>207,236</u>
Total cash and restricted cash	<u>\$ 1,184,653</u>

NOTES TO THE FINANCIAL STATEMENTS

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

INTRODUCTION

The Town of Many, Louisiana (Town), was incorporated November 1, 1878, under the provisions of a special home rule charter. The Town began operating under the provisions of the Lawrason Act in January 1996 as a result of an election that was held in the fall of 1995. The Town operates under a Mayor - Board of Aldermen form of government.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Presentation

The accompanying financial statements of the Town have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The Town applies all relevant GASB pronouncements, as applicable to governmental entities. Also, the Town's financial statements are prepared in accordance with the requirements of Louisiana R.S. 24:513, the Louisiana Municipal Audit and Accounting Guide and to the industry guide, Audits of State and Local Government Units, published by the American Institute of Certified Public Accountants.

B. Reporting Entity

GASB Statement No. 14, The Financial 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 Town is considered a primary government, since it is a general purpose local 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 Town 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.

GASB Statement No. 39, Determining Whether Certain Organizations are Component Units, establishes criteria for determining which, if any, component units should be considered part of the Town for financial reporting purposes. GASB Statement No. 61 provides additional criteria for classifying entities as component units. The basic criterion for including a potential component unit within the reporting entity is financial accountability, which includes:

1. Appointing a voting majority of an organization's governing body, and:
 - i. The ability of the government to impose its will on that organization and/or
 - ii. The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the government.
2. Organizations for which the government does not appoint a voting majority but are fiscally dependent on the government and there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the government regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government, or a jointly appointed board.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based on the above criteria, Recreation District - Wards 2 & 3 is considered a component unit of the Town and is reported in the Town of Many's financial statements as a blended entity.

C. Government-Wide Financial Statements

The Town's government-wide financial statements include the Statement of Net Position and the Statement of Activities. These statements present summaries of the governmental activities and the business-type activities for the Town. Fiduciary activities of the Town are not included in these statements.

These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all of the Town's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, including capital assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents changes in Net Position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of related cash flows. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the Town of Many's governmental activities.

Program Revenues - Program revenues included in the Statement of Activities (Statement B) are derived directly from parties outside the Town's taxpayers or citizenry, including (a) fees and charges paid by the recipient for goods or services offered by the program, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program; program revenues reduce the cost of the function to be financed from the Town's general revenues.

Direct Expenses - The Town reports all direct expenses by function in the Statement of Activities (Statement B). Direct expenses are those that are clearly identifiable with a function. Depreciation expense, which can be specifically identified by function, is included in the direct expenses of each function.

Indirect Expenses - The Town reports all indirect expenses separately on the Statement of Activities (Statement B). Indirect expenses are those expenses that are not clearly identifiable with a function. Interest on long-term debt is considered an indirect expense.

General revenues are taxes and other items that are not properly included among program revenues. The effect of interfund activity has been removed from the government-wide financial statements.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

D. Fund Financial Statements

The accounts of the Town of Many are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, expenditures or expenses, as appropriate, additions, and deductions. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds maintained is consistent with legal and managerial requirements. Funds of the Town are classified into two categories: governmental and proprietary.

Governmental Funds

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The Town has presented all major funds.

All governmental funds are accounted for on a spending or "current financial resources" measurement focus and the modified accrual basis of accounting. Accordingly, only current assets, deferred outflows of resources, current liabilities, and deferred inflows of resources are included on the Balance Sheets. Amounts recorded as assets exclude capital assets and the acquisition of capital assets is treated as an expenditure. Long-term debts are reported as an other financing source, and repayment of long-term debt is reported as an other financing use. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in fund balance.

Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon thereafter to pay liabilities of the current period. Accordingly, revenues are recorded when received in cash and when collected within 60 days after year-end. Expenditures are recorded in the accounting period in which the related fund liability is incurred, except for principal and interest on general long-term debt, which are recognized when due.

The Town of Many reports the following major governmental funds:

General Fund - The primary operating fund of the Town, the General Fund, accounts for all financial resources, except those required to be accounted for in other funds. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and according to Town policy.

Major Special Revenue Funds - Accounts for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes, or designated by the Town to be accounted for separately.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

Revenues

The governmental funds use the following practices in recording revenues:

Those revenues susceptible to accrual are property taxes, franchise taxes, sales taxes, charges for services, and fines. Permit and license revenues are not susceptible to accrual because generally they are not measurable until received in cash.

Entitlements and shared revenues are recorded as unrestricted grants-in-aid at the time of receipt or earlier if the susceptible-to-accrual criteria are met. Expenditure-driven grants are recognized when the qualifying expenditures have been incurred, all other grant requirements have been met, and the susceptible-to-accrual criteria have been met.

Interest earnings are recorded when the investments have matured and the interest is available.

Expenditures

The governmental funds use the following practices in recording expenditures:

Salaries are recorded as expenditures when earned by employees.

Purchases of various operating supplies, etc. are recorded as expenditures when the related fund liability is incurred.

Compensated absences are recognized as expenditures when leave is actually taken or when employees, or their heirs, are paid for accrued leave upon retirement or death.

Principal and interest on long-term debt are recognized when due.

Other Financing Sources (Uses)

The governmental funds use the following practices in recording other financing sources (uses):

Transfers between funds that are not expected to be repaid, sales of fixed assets, and long-term debt proceeds and payments, are accounted for as other financing sources (uses). These other financing sources (uses) are recognized at the time the underlying events occur.

Proprietary Funds

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (net total position) is segregated into three components-net investment in capital assets, restricted net position, and unrestricted net position. Proprietary fund-type operating statements present increases (revenues) and decreases (expenses) in net total position. The proprietary funds use the accrual basis of accounting, where revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred, regardless of the timing of the related cash flows.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

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

The Enterprise Fund of the Town of Many is the Water and Sewer Fund, which accounts for the operations of the waterworks and sewerage systems. The intent of the Town for these facilities is (a) that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges or (b) that the periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Revenues and Expenses

Operating revenues in the proprietary fund are those that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

E. Equity Classifications

The Town of Many has implemented GASB Statement No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position.

In the Government-Wide Financial Statements and the Proprietary Fund Financial Statements, the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources is classified as net position and reported in three components:

Net investment in capital assets: This classification consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of these assets.

Restricted net position: This classification consists of net position with constraints placed on its use either by external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or law through constitutional provision or enabling legislation.

Unrestricted net position: Any other net position that does not meet the definition of "restricted" or "net investment in capital assets."

When an expense is incurred for the purposes for which both restricted and unrestricted net position are available, management applies unrestricted net position first, unless a determination is made to use restricted net position. The policy concerning which to apply first varies with the intended use and legal requirements. This decision is typically made by management at the incurrence of the expense.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

The Governmental Fund Financial Statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent to which the Town is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact. The Town had \$24,607 of nonspendable funds for the year ended June 30, 2023.

Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. The Town has restricted funds of \$1,007,247 for the year ended June 30, 2023.

Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Town Council. These amounts cannot be used for any other purpose unless the Town Council removes or changes the specified use by taking the same type of action (ordinance or resolution) that was employed when the funds were initially committed. This classification also includes contractual obligations to the extent that existing resources have been specifically committed for use in satisfying those contractual requirements. The Town Council typically establishes commitments through the adoption and amendment of the budget. The Town did not have any committed funds for the year ended June 30, 2023.

Assigned: This classification includes amounts that are constrained by the Town's intent to be used for a specific purpose but are neither restricted nor committed. This intent can be expressed by the Town Council or through the Town Council delegating this responsibility to a body or official (Mayor) for specific purposes. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund. The Town did not have any assigned funds for year ended June 30, 2023.

Unassigned: This classification includes the residual fund balance for the General Fund. The Unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of Assigned fund balance amounts. The General Fund amount of \$732,429 is designated as unassigned.

The Town would typically use Restricted fund balances first, followed by Committed resources, and then Assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend Unassigned resources first to defer the use of these other classified funds.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

F. Budgets

The Mayor prepares a proposed budget and submits it to the Town Council no later than fifteen days prior to the beginning of each fiscal year. A summary of the proposed budget is published and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted. The budget ordinance is structured such that revenues are budgeted by source and appropriations are budgeted by department and by principal object of expenditure. The Town Council may revise or amend the budget at its discretion during legally convened sessions. Management may amend the budget only below the department level. The Town utilizes formal budgetary integration as a management control device for all funds.

The 2022-2023 general fund budget and special fund budgets were published in the official journal and made available for public inspection. A public hearing for the proposed budgets was held on June 28, 2023, and the budgets were adopted by the Mayor and Town Council. A public hearing was held for the budgets to be amended on June 29, 2023, and was adopted by the Mayor and Town Council.

G. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Town of Many may deposit funds in demand deposits in stock-owned federally insured depository institutions organized under the laws of the state of Louisiana or of any other state of the United States, or under the laws of the United States. The Town may invest in certificates and time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

For the purposes of the statement of cash flows, cash equivalents include all highly liquid investments with a maturity date of 90 days or less when purchased.

Under state law, the Town may invest in United States bonds, treasury notes, or certificates. Those with maturities of 90 days or less would be classified as cash equivalents and all other reported as investments.

The Town reports restricted assets on the Statement of Net Position (Statement A), which includes restricted cash (customer deposits) that is collected by the Water and Sewer Department.

H. Investments

The Town of Many's investments comply with Louisiana Revised Statute 33:2955. Under state law, the Town may deposit funds with a fiscal agent organized under the laws of Louisiana, the laws of any other state in the union, or the laws of the United States. The Town may invest in United States bonds, treasury notes and bills, or government-backed agency securities or certificates, and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. These deposits are classified as investments if their original maturities exceed 90 days. Investments are stated at fair value except for the following, which are permitted under GASB Statement No. 31:

Investments in non-participating interest earning contracts, such as non-negotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

The Town reported at amortized cost money market investments and participating interest-earning investment contracts that have a remaining maturity at the time of purchase of one year or less. Interest-earning investment contracts include time deposits with financial institutions (such as certificates of deposit), repurchase agreements, and guaranteed investment contracts. Money market investments are short-term, highly liquid debt instruments that include U.S. Treasury obligations.

I. Interfund Receivables and Payables

Activity between funds that is representative of lending or borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds" on the fund financial statements balance sheets, as well as all other outstanding balances between funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

J. Inventories

Inventories of supplies in the Proprietary Fund are not material and are charged to operations as purchased.

K. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are recorded in the applicable governmental or business-type activities columns of the government-wide financial statements, but are not reported in the governmental fund financial statements. Acquisitions of property and equipment 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 Town maintains a threshold level of \$1,000 or more for capitalizing capital assets.

Improvements and replacements of property and equipment are capitalized. Maintenance and repairs that do not improve or extend the lives of property and equipment are charged to expense as incurred. When assets are sold or retired, their cost and related accumulated depreciation are removed from the accounts and any gain or loss is reported in the Statement of Activities.

Depreciation is provided over the estimated useful life of each class of depreciable assets and is computed using the straight-line method. Depreciation is recorded as an expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. The estimated useful life for classes of assets are as follows:

General Fund	Years	Enterprise Fund	Years
Buildings	10-40 years	Equipment	4-15 years
Equipment	5-25 years	Utility Plant and Distribution System	10-60 years
Infrastructure - Asphalt Streets	40 years		

In accordance with GASB Statement No. 34, general infrastructure capital assets consisting of streets, bridges, sidewalks, and drainage systems acquired before July 1, 2003, are excluded from capital assets.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

L. Deferred Outflows of Resources

The Town reports decreases in net position that relate to future periods as deferred outflows of resources in a separate section of its government-wide and proprietary funds statements of net position. The Town reported \$940,785 in deferred outflows of resources due to the net pension liability.

M. Compensated Absences

Compensated absences computed by the Town is as follows:

Vacation is limited to five days after one continuous year of service, ten days after two continuous years of service, and thereafter. Vacation days must be used in the calendar year of entitlement. Unused days at December 31 of each year do not accrue.

Sick leave is limited to thirty days at full pay and thirty days at half-pay. Days must be used within the calendar year and do not accrue.

The cost of leave privileges, computed in accordance with the GASB Statement No. 16, Accounting for Compensated Absences, is recognized as a current-year expenditure in the governmental funds when leave is actually taken or when employees or their heirs are paid for accrued leave upon retirement or death.

At June 30, 2023, employees of the Town have accumulated and vested \$144,333 of employee leave benefits, computed in accordance with GASB Statement No. 16. The entire compensated absence liability is reported on the government-wide financial statements.

N. Deferred Inflows of Resources

The Town reports increases in net position that relate to future periods as deferred inflows of resources in a separate section of its government-wide and proprietary funds statements of net position. The Town will not recognize the related revenues until a future event occurs. The Town reported \$31,022 of deferred inflows of resources due to the net pension liability.

O. Interfund Transactions

Interfund activity is reported as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements are when a fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers between governmental or enterprise funds are netted as part of the reconciliation to the government-wide financial statements.

Resources belonging to particular funds are commonly shared with other funds that need access to additional resources. When resources are provided without the expectation of repayment, the transaction is reported as a transfer and is treated as a source of income by the recipient fund and as an expenditure by the providing fund.

Activity between funds that is representative of lending or borrowing arrangements outstanding at the end of the fiscal year are referred to as "due from other funds" or "due to other funds" on the Fund Financial Statements Balance Sheet (Statement C), as well as all other outstanding balances between funds.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

In the process of aggregating data for the Statement of Net Position (Statement A) and the Statement of Activities (Statement B), some amounts reported as interfund activity and balances in the funds were eliminated or reclassified. Interfund receivables and payables were eliminated to minimize the "grossing up" effect on assets and liabilities within the governmental activities column.

P. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require 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, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

2. Ad Valorem Taxes

Levied ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied in September and are payable upon receipt of notice. Billed taxes become delinquent on January 1 of the following year. Revenues from ad valorem taxes are budgeted in the year billed. The Town bills and collects its own property taxes using the assessed values determined by the tax assessor of Sabine Parish.

This millage was approved by the Town Council on August 16, 2022. For the current year, property taxes were levied for 5.34 mills on property with assessed valuations totaling \$27,253,665 and were dedicated for general alimony purposes. Total taxes levied were \$145,534.

3. Sales Tax

The Town is authorized to levy and collect a tax of one percent (1%) for an unlimited period upon the sale at retail, the use, and lease or rental, the consumption and storage for use or consumption of tangible personal property and on sales of services in said Town, as defined in R.S. 47:301 to 47:317, inclusive, with the revenues derived from said sales and use tax to be deposited in a special fund and dedicated and used for the purposes of industrial construction, inducement and/or procurement, opening, constructing, paving, resurfacing, improving and/or maintaining streets, alleys, sidewalks and bridges, constructing, acquiring, extending, improving, renovating and/or maintaining street lighting facilities, and waterworks.

Proceeds of the Town's 1% sales and use tax are dedicated to the following purposes: (a) one half to the Street Special Revenue Fund for maintenance and construction of streets and sidewalks and (b) one half to the General Fund for general operating expenditures or any other use as designated by the Council.

4. Cash, Cash Equivalents, and Investments

At June 30, 2023, the Town had cash and cash equivalents (book balances) totaling \$2,817,784, of which \$2,816,615 was in demand deposits and \$1,169 was in petty cash. 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.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

At June 30, 2023, the Town had \$2,797,717 in deposits (collected bank balances). These deposits are secured from risk by \$293,797 of federal deposit insurance and \$2,854,477 of pledged securities held in a Federal Reserve pledge account. Even though the pledged securities are considered uncollateralized under the provisions of GASB Statement No. 40, Louisiana Revised Statute 30:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand. Louisiana R.S. 39:1224 requires bonds, or other such instruments furnished as security, to be deposited with the depositing authority or with an unaffiliated bank or trust company, Federal Reserve Bank, or any Federal Home Loan Bank or its successor. This security is deemed to be under the control and in the possession of the public entity and deemed to be held in its name. The Town of Many has complied with these requirements of state law.

Cash and investments are categorized to give an indication of the level of risk assumed by the Town at June 30, 2023. Deposits are considered to be exposed to custodial credit risk if they are not covered by depository insurance and the deposits are (a) uncollateralized, (b) collateralized with securities held by the pledging financial institution, or (c) collateralized with securities held by the the pledging financial institution's trust department or agent but not in the depositor-government's name. The Town of Many has cash and cash equivalents that are covered by federal depository insurance. The remaining balance is exposed to custodial credit risk because it is uninsured and collateralized with securities held by the pledging financial institution.

At June 30, 2023, the Town had no investments.

5. Receivables

The receivables of \$391,475 at June 30, 2023, are as follows:

	Fund		Total
	General	Enterprise	
Ad valorem taxes	\$ 14,446	\$ -	\$ 14,446
Licenses and fees	12,351	-	12,351
Sales taxes	167,626	-	167,626
Franchise and other taxes	40,370	-	40,370
Services	500	147,212	147,712
Other	8,970	-	8,970
Total	<u>\$ 244,263</u>	<u>\$ 147,212</u>	<u>\$ 391,475</u>

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

6. Capital Assets

A summary of changes in capital assets for the year ended June 30, 2023, is as follows.

A. Capital Assets - Governmental Activities

	Balance, July 01, 2022	Additions	Deletions	Balance, June 30, 2023
Capital assets not depreciated				
Land	\$ 454,717	\$ -	\$ -	\$ 454,717
Construction in progress	4,510	26,774	-	31,284
Total capital assets not being depreciated	459,227	26,774	-	486,001
Capital assets being depreciated				
Automobiles and trucks	639,860	-	-	639,860
Buildings and improvements	6,141,081	102,183	-	6,243,264
Machinery and equipment	932,120	144,959	-	1,077,079
Right of Use Assets	166,483	-	-	166,483
Infrastructure	3,493,738	167,275	-	3,661,013
Total capital assets being depreciated	11,373,282	414,417	-	11,787,699
Less accumulated depreciation				
Automobiles and trucks	463,884	69,751	-	533,635
Buildings and improvements	2,223,448	263,367	-	2,486,815
Equipment and furniture	675,449	60,211	-	735,660
Right of Use Assets	60,040	4,021	-	64,061
Infrastructure	1,608,119	252,479	-	1,860,598
Total accumulated depreciation	5,030,940	649,829	-	5,680,769
Capital assets, net	6,342,342	(235,412)	-	6,106,930
Governmental capital assets - net	\$ 6,801,569	\$ (208,638)	\$ -	\$ 6,592,931

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

B. Capital Assets - Business-Type Activities

	Balance, July 01, 2022	Additions	Deletions	Balance, June 30, 2023
Capital assets not depreciated				
Land	\$ 38,999	\$	\$	\$ 38,999
Construction in progress				
Total capital assets not being depreciated	38,999	-	-	38,999
Capital assets being depreciated				
Water system	13,677,292	163,362	-	13,840,654
Sewer System	5,318,333	-	-	5,318,333
Furniture and fixtures	148,363	24,682	-	173,045
Right of Use Assets	923,033	-	-	923,033
Trucks and equipment	209,594	-	-	209,594
Total capital assets being depreciated	20,276,615	188,044	-	20,464,659
Less accumulated depreciation				
Water system	5,176,824	281,489	-	5,458,313
Sewer System	3,042,252	134,538	-	3,176,790
Furniture and fixtures	96,225	10,173	-	106,398
Right of Use Assets	40,096	52,347	-	92,443
Trucks and equipment	207,594	849	-	208,443
Total accumulated depreciation	8,562,991	479,396	-	9,042,387
Capital assets, net	11,713,624	(291,352)	-	11,422,272
Business-type capital assets - net	\$ 11,752,623	\$ (291,352)	\$ -	\$ 11,461,271

7. Payables

The payables of \$159,784 at June 30, 2023, are as follows:

	Fund		
	General	Enterprise	Total
Accounts	\$ 36,077	\$ 19,726	\$ 55,803
Payroll liabilities	103,981	-	103,981
Total	\$ 140,058	\$ 19,726	\$ 159,784

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

8. Retirement Systems

A. Municipal Employees' Retirement System of Louisiana (System)

Plan Description

The Town of Many contributes to the Municipal Employees' Retirement System of Louisiana (System) which is a cost sharing multiple employer defined benefit pension plan. The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the municipality are members of Plan B.

Membership is mandatory as a condition of employment beginning on the date employed if the employee is on a permanent basis working at least thirty-five hours per week. Those individuals paid jointly by a participating employer and a parish are not eligible for membership in the System with exceptions as outlined in the statutes.

Any member of Plan B who commenced participation in the System prior to January 1, 2013 can retire providing he meets one of the following criteria:

1. Any age with thirty (30) years of creditable service.
2. Age 60 with a minimum of ten (10) or more years of creditable service.

Generally, the monthly amount of the retirement allowance for any member of Plan B shall consist of an amount equal to two percent of the member's final compensation multiplied by his years of creditable service. Final compensation is the average monthly earnings during the highest sixty consecutive months or joined months if service was interrupted. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts.

Any member of Plan B Tier 2 shall be eligible for retirement if he meets one of the following criteria:

1. Age 67 with seven (7) years of creditable service.
2. Age 62 with ten (10) years of creditable service.
3. Age 55 with thirty (30) years of creditable service.
4. Any age with twenty-five (25) years of creditable service, exclusive of military service and unused annual and sick leave, with an actuarially reduced early benefit.

The monthly amount of the retirement allowance for any member of Plan B Tier 2 shall consist of an amount equal to two percent of the member's final compensation multiplied by his years of creditable service. Final compensation is the average monthly earnings during the highest sixty consecutive months or joined months if service was interrupted. However, under certain conditions as outlined in the statutes, the benefits are limited to specified amounts. The System also provides death and disability benefits. Benefits are established or amended by state statute.

For the year ended June 30, 2023, the Town of Many's total payroll for all employees was \$1,910,343 and total covered payroll was \$1,008,599. Covered payroll refers to all compensation paid by the Town of Many to active employees covered by the Plan.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

Contributions

Contributions for all members are established by statute. For the year ended June 30, 2022, member contributions were at 10.00% of earnable compensation for Plan A and 5.00% of earnable compensation for Plan B. The contributions are deducted from the member's salary and remitted by the participating municipality.

According to state statute, contributions for all employers are actuarially determined each year. For the year ended June 30, 2022, the employer contribution rate was 29.50% of member's earnings for Plan A and employer contribution rate was 15.50% of member's earnings for Plan B.

According to state statute, the System also receives one-fourth (1/4) of 1% of ad valorem taxes collected within the respective parishes except for Orleans. Tax monies are apportioned between Plan A and Plan B in proportion to salaries of plan participants. Tax monies received from East Baton Rouge Parish are apportioned between the System and the Employees' Retirement System of the City of Baton Rouge and Parish of East Baton Rouge. The System also receives revenue sharing funds each year as appropriated by the Legislature. These additional sources of income are used as additional employer contributions and considered support from non-employer contributing entities.

Administrative costs of the System are financed through employer contributions.

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

At June 30, 2023, the Employer reported a liability of \$1,006,231 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2022, and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. The Town of Many's proportion of the Net Pension Liability was based on a projection of the Town of Many's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the Town of Many's proportion was 1.146071%, which was an increase of 0.05823% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the Town of Many recognized pension expense of \$155,790 plus employer's amortization of change in proportionate share, differences between employer contributions and proportionate share of contributions, and contributions made after the measurement date, which was (\$93,004). Total pension expense was \$62,786.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

At June 30, 2023, the Town of Many reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 12,804
Changes in assumption	10,758	-
Net difference between projected and actual earnings on pension plan	185,054	-
Changes in employer's proportion of beginning net pension liability	46,658	-
Differences between employer and proportionate share of contributions	-	746
Contributions after the measurement period	156,247	-
Total	<u>\$ 398,717</u>	<u>\$ 13,550</u>

The \$156,247 reported as deferred outflows of resources related to pensions resulting from Town of Many contributions subsequent to the measurement date will be recognized as an increase of Net Pension Liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year Ended June 30:	
2024	\$ 75,596
2025	50,377
2026	19,950
2027	83,000

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2022, are as follows:

Valuation Date	06/30/22
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Investment Rate of Return	6.85%
Inflation Rate	2.5%
Salary increases, including inflation and merit increases:	
- 1 to 4 years of service	6.4%-Plan A and 7.4%-Plan B
- More than 4 years of service	4.5%-Plan A and 4.9%-Plan B
Annuitant and beneficiary mortality	PubG-2010(B) Healthy Retiree Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.
Employee mortality	PubG-2010(B) Employee Table set equal to 120% for males and females, each adjusted using their respective male and female MP2018 scales.
Disabled lives mortality	PubNS-2010(B) Disabled Retiree Table set equal to 120% for males and females with the full generational MP2018 scale.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimated ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation and an adjustment for the effect of rebalancing/diversification.

The target allocation and best estimates of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2022 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Public equity	53%	2.31%
Public fixed income	38%	1.65%
Alternatives	9%	0.39%
Totals	100%	4.35%
Inflation		2.60%
Expected arithmetic nominal return		6.95%

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

Discount Rate

The discount rate used to measure the total pension liability was 6.85% for the year ended 06/30/22. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement Systems' Actuarial Committee. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Town of Many's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate of 6.85%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.85%) or one percentage point higher (7.85%) than the current discount rate (assuming all other assumptions remain unchanged):

Changes in net pension liability from changes in the discount rate as of 06/30/22 for Plan B are as follows:

	1.0% Decrease	Current Discount Rate	1.0% Increase
Employer's proportionate share of net pension liability	\$ 1,371,683	\$ 1,006,231	\$ 697,144

Plan Fiduciary Net Position

The System has issued a stand-alone audit report on its financial statements for the year ended 06/30/22. Access to the report can be found on the System's website, www.mersla.com, or on the Louisiana Legislative Auditor's website, www.lla.la.gov.

B. Municipal Police Employees' Retirement System of Louisiana (System)

Plan Description

The Town of Many contributes to the Municipal Police Employees' Retirement System of Louisiana (System) which is a cost sharing multiple employer defined benefit pension plan. Membership in the System is mandatory for any full-time police officer employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, provided he or she does not have to pay social security and providing he or she meets the statutory criteria. The System provides retirement benefits for municipal police officers. The projections of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the System in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

Membership Prior to January 1, 2013:

A member is eligible for regular retirement after he has been a member of the System and has 25 years of creditable service at any age or has 20 years of creditable service and is age 50 or has 12 years creditable service and is age 55. A member is eligible for early retirement after he has been a member of the System for 20 years of creditable service at any age with an actuarially reduced benefit.

Benefit rates are 3 1/3% of average final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

Upon the death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from 40% to 60% of the member's average final compensation for the surviving spouse. In addition, each child under age 18 receives benefits equal to 10% of the member's average final compensation or \$200 per month, whichever is greater.

Membership Commencing January 1, 2013:

Member eligibility for regular retirement, early retirement, disability and survivor benefits are based on Hazardous Duty and Non Hazardous Duty sub plans. Under the Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the System and has 25 years of creditable service at any age or has 12 years of creditable service at age 55. Under the Non Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the System and has 30 years of creditable service at any age, 25 years of creditable service at age 55, or 10 years of creditable service at age 60. Under both sub plans, a member is eligible for early retirement after he has been a member of the System for 20 years of creditable service at any age, with an actuarially reduced benefit from age 55.

Under the Hazardous and Non Hazardous Duty sub plans, the benefit rates are 3% (generally) and 2½%, respectively, of average final compensation (average monthly earnings during the highest 60 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

Upon death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from 25% to 55% of the member's average final compensation for the surviving spouse. In addition, each child under age 18 receives 10% of average final compensation or \$200 per month whichever is greater. If deceased member had less than 10 years of service, beneficiary will receive a refund of employee contributions only.

The system also provides death and disability benefits. Benefits are established or amended by state statute.

For the year ended June 30, 2023, the Town of Many's total payroll for all employees was \$1,910,313. Total covered payroll was \$376,391. Covered payroll refers to all compensation paid by the Town of Many to active employees covered by the Plan.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

Contributions

Contributions for all members are actuarially determined as required by state law but cannot be less than 9% of the employees' earnable compensation excluding overtime but including state supplemental pay. Contributions for all members are actuarially determined as required by state law but cannot be less than 9% of the employees' earnable compensation excluding overtime but including state supplemental pay. For the year ended June 30, 2022, total contributions due from employers and employees were as follows:

	Contribution Rates		
	Employee	Employer	Total
Members hired prior to 1/1/2013	10.00%	31.25%	41.25%
Hazardous Duty Members hired after 1/1/2013	10.0000%	31.25%	41.25%
Non Hazardous Duty Members hired after 1/1/2013	8.00%	31.25%	39.25%

The System also receives insurance premium tax monies as additional employer contributions. The tax is considered support from a non-contributing entity and appropriated by the legislature each year based on an actuarial study. Non-employer contributions were recognized as revenue during the year ended June 30, 2022, and excluded from pension expense. The Town of Many's contributions to the System for the year ended June 30, 2023 were \$117,622.

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

At June 30, 2023, the Employer reported a liability of \$1,110,882 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2022, and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. The Town of Many's proportion of the Net Pension Liability was based on a projection of the Town of Many's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the Town of Many's proportion was 0.108678%, which was an increase of 0.02355% from its proportion measured as of June 30, 2021.

For the year ended June 30, 2023, the Town of Many recognized pension expense of \$190,183 plus employer's amortization of change in proportionate share, differences between employer contributions and proportionate share of contributions, contributions made after the measurement date, which was (\$68,406). Total pension expense was \$121,177.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

At June 30, 2023, the Town of Many reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	5,479	9,054
Changes in assumptions	38,319	8,263
Net difference between projected and actual earnings on pension plan	198,327	-
Changes in employer's proportion of beginning net pension liability	182,319	-
Differences between employer and proportionate share of contributions	-	154
Contributions after the measurement period	117,622	-
Total	<u>\$ 542,066</u>	<u>\$ 17,471</u>

The \$117,622 reported as deferred outflows of resources related to pensions resulting from Town contributions subsequent to the measurement date will be recognized as a reduction of Net Pension Liability in the year ended June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in pension expense as follows:

Year Ended June 30:	
2024	\$ 126,544
2025	119,349
2026	57,055
2027	104,025

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

Actuarial Assumptions

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2022, are as follows:

Valuation Date	06/30/22	
Actuarial Cost Method	Entry Age Normal Cost	
Actuarial Assumptions:		
Investment Rate of Return	6.750%, net of investment expense	
Expected Remaining Service Lives	2022 - 4 years 2021 - 4 years 2020 - 4 years 2019 - 4 years	
Inflation Rate	2.50%	
Salary increases, including inflation and merit	Years of Service	Salary Growth Rate
	1-2	12.30%
	Above 2	4.70%
Mortality	For annuitants and beneficiaries, the Pub-2010 Public Retirement Plan Mortality Table for Safety Below-Median Healthy Retirees multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 sale was used. For disabled lives, the Pub-2010 Public Retirement Plans Mortality Table for Safety Disable Retirees multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scale was used. For employees, the Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale was used.	
Cost-of-Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost-of-living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees.	

The mortality rate assumption used was set based upon an experience study for the period of July 1, 2014 through June 30, 2019. A change was made full generational mortality which combines the use of a base mortality table with appropriate mortality improvement scales. In order to set the base mortality table, actual plan mortality experience was assigned a credibility weighting and combined with a standard table to produce current levels of mortality.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

The best estimates of the arithmetic rates of return for each major asset class included in the System's target allocation as of June 30, 2022 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity	56%	3.60%
Fixed income	31%	0.85%
Alternatives	14%	0.95%
Totals	100%	5%
Inflation		2.66%
Expected arithmetic nominal return		8.06%

Discount Rate

The discount rate used to measure the total pension liability was 6.750%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Town of Many's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate of 6.750%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower, 5.750%, or one percentage point higher, 7.750%, than the current rate as of 06/30/22.

	1.0% Decrease	Current Discount Rate	1.0% Increase
Employer's proportionate share of net pension liability	\$ 1,555,022	\$ 1,110,882	\$ 739,878

Plan Fiduciary Net Position

The Municipal Police Employees' Retirement System issued a stand-alone audit report on its financial statements for the year ended 06/30/22. Access to the audit report can be found on the System's website: www.lampers.org or on the Office of Louisiana Legislative Auditor's official website: www.lla.state.la.us.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

9. Long-Term Obligations

The Town of Many had the following long-term obligations.

Governmental Activities:

Certificates of indebtedness dated October 7, 2019 due in annual installments for five years beginning March 1, 2020 at \$32,067 and decreasing to \$31,533.

The limited tax bonds, Series 2019, are payable from an irrevocable pledge and dedication of funds derived by the Town from ad valorem tax revenue levied and collected annually. In accordance with Louisiana Revised Statute 39:562, the Town is legally restricted from incurring long-term bonded debt in excess of 10% of the assessed value of property in the Town. At June 30, 2023, the statutory limit was \$2,554,835.

Lease program for police vehicles from Enterprise Fleet Management for a lease term of 36 months with payments due each month. The Town was not able to access information for the year ended June 30, 2023, so calculations for these long-term obligations are as of October 31, 2023.

Business-Type Activities (Public Utility Fund):

The Town entered into agreements with the Louisiana Department of Transportation and Development (LDOTD) for utility relocation assistance funding. Issuance of future permits to the Town by the LDOTD for location for additional longitudinal facilities within any state-owned right of way is contingent upon repayment of this funding. As of the year ended June 30, 2023, LDOTD had invoiced the Town for these projects, but a payment schedule has not been established.

Lease program for public works vehicles from Enterprise Fleet Management for a lease term of 36 and 60 months with payments due each month. The Town was not able to access information for the year ended June 30, 2023, so calculations for these long-term obligations are as of October 31, 2023.

Equipment lease-purchase agreement dated November 5, 2021, by Government Capital Corporation, a division of Patterson State Bank, for the right-of-use of water meters, payments due annually beginning November 5, 2022 for \$61,852.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

The following is a summary of the long-term obligation transactions for the year ended June 30, 2023:

Long-term obligation	Balance, July 01, 2022	Additions	Deletions	Balance, June 30, 2023
Governmental activities				
Direct borrowing and placement: Limited Tax Bond Obligation Series 2019	\$ 61,000	\$ -	\$ 30,000	\$ 31,000
Right of Use Assets	-	83,994	-	83,994
Net pension liability	913,823	931,608	-	1,845,431
Compensated absences	17,415	49,692	-	67,107
Business-type activities				
DOTD Note Payable	670,782	-	-	670,782
Right of Use Assets	-	834,683	-	834,683
Net pension liability	170,153	101,529	-	271,682
Compensated absences	21,166	56,060	-	77,226
Total	<u>\$ 1,854,339</u>	<u>\$ 2,057,567</u>	<u>\$ 30,000</u>	<u>\$ 3,881,905</u>

The following is a summary of the current (due in one year or less) and the long-term (due in more than one year) portions of long-term obligations as of June 30, 2023:

Long-term obligation	Current portion	Long-term portion	Total
Governmental activities			
Direct borrowing and placement: Limited Tax Bond Obligation Series 2019	\$ 31,000	\$ -	\$ 31,000
Right of Use Assets	-	83,994	83,994
Net pension liability	-	1,845,431	1,845,431
Compensated absences	-	67,107	67,107
Business-type activities			
DOTD Note Payable	-	670,782	670,782
Right of Use Assets	-	834,683	834,683
Net pension liability	-	271,682	271,682
Compensated absences	-	77,226	77,226
Total	<u>\$ 31,000</u>	<u>\$ 3,850,906</u>	<u>\$ 3,881,905</u>

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

The annual requirements to amortize outstanding governmental activities long-term debt from direct borrowings and placements are as follows:

Year ended June 30:	Principal Payments	Interest Payments	Total
2024	\$ 31,000	\$ 1,066	\$ 32,066
Total	<u>\$ 31,000</u>	<u>\$ 1,066</u>	<u>\$ 32,066</u>

The annual requirements to amortize outstanding governmental activities long-term debt from Right of Use Assets (Police Vehicles) are as follows:

Year ended October 31:	Payments
2024	\$ 53,408
2025	35,605
Total	<u>89,013</u>
Interest Payments	<u>5,019</u>
Total	<u>\$ 83,994</u>

The annual requirements to amortize outstanding business-type activities long-term debt from Right of Use Assets (Public Works Vehicles) are as follows:

Year ended October 31:	Payments
2024	\$ 47,613
2025	38,293
2026	33,633
2027	31,949
2028	8,943
Total	<u>160,431</u>
Interest Payments	<u>22,478</u>
Total	<u>\$ 137,953</u>

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

The following schedule is a summary of the maturing principal and interest of the Right of Use Assets (Water Meters).

Annual Payment Dates	Annual Payment Amount	Interest	Annual Principal Paid	Remaining Balance	Accumulated Interest
Balance at November 5, 2023	61,852	21,188	40,664	656,067	43,575
2024	61,852	19,951	41,901	614,166	63,526
2025	61,852	18,677	43,175	570,992	82,203
2026	61,852	17,364	44,488	526,504	99,567
2027	61,852	16,011	45,841	480,663	115,578
2028-2032	309,258	58,277	250,980	229,683	173,855
2033-2036	247,406	17,723	229,683	-	191,578
Total	<u>\$ 865,924</u>	<u>\$ 169,191</u>	<u>\$ 696,731</u>	<u>\$ -</u>	

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

10. Grants

A summary of grant revenues for the year ended June 30, 2023, is as follows.

Entity	Department	Operating Amount	Capital Amount	Description of Use
Northeast Law Enforcement Planning Agency	Police	1,096	-	Season jackets for police officers
LA Commission on Law Enforcement	Police	27,295	-	School Resource Officer reimbursement
LA Commission on Law Enforcement	Police	22,286	-	Victim Assistance Program
Community Support Programs	Police	8,700	-	Police officer reimbursement for community support
Walmart Shop with a Cop	Police	7,500	-	Police department support
Northeast Law Enforcement Planning Agency	Police	15,000	-	Radios for police officers
Northeast Law Enforcement Planning Agency	Police	866	-	Desktop computer for police department
LA Highway Safety Commission	Police	1,561	-	Police department expenses
Federal Aviation Administration	Airport	-	52,885	Hart Airport runway rehabilitation
Federal Aviation Administration	Airport	32,000	-	Airport Rescue Grant-payroll reimbursement
Federal Aviation Administration	Airport	3,032	-	Hart Airport improvements
Division of Administration 19/20 LGAP	Utility	13,345	-	Fire hydrant repairs
Division of Administration 19/20 CWEF	Utility	18,834	-	Rehabilitation of ground storage tank at water plant
Division of Administration 21/22 CWEF	Utility	10,416	-	Utility system repairs and improvements
Division of Administration 21/22 CWEF	Utility	1,617	-	Utility system repairs and improvements
Division of Administration	Utility	1,375	-	Utility system repairs and improvements
Division of Administration	Utility	1,570	-	Utility system repairs and improvements
Division of Administration 21/22 LGAP	Utility	11,500	-	Water tank inspection
Homeland Security & Emergency Prep	Utility	498,262	-	Utility system repairs and improvements
Total		<u>\$ 676,254</u>	<u>\$ 52,885</u>	

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

11. Risk Management

The Town is exposed to various risk of loss related to torts, thefts of, damage to, and destruction of assets, errors and omissions, and injuries to employees. To handle such risk of loss, the Town maintains commercial insurance policies covering automobile liability and uninsured motorist, surety bond coverage, flood insurance, and property insurance. In addition to the above policies, the Town maintains a general liability policy and an errors and omissions policy. No claims were paid on any of the policies during the past three years which exceeded the policies' coverage amount.

12. Litigation and Claims

At June 30, 2023, the Town was not involved in any lawsuits nor is aware of any outstanding claims, which are not covered by insurance.

13. Deficit Net Position

At June 30, 2023, a net position deficit of \$406,428 exists in the General Fund resulting from the net pension liability that was accounted for according to GASB Statement 68. The liability is an estimate of the Town's proportionate share of the cost-sharing retirement plan for municipal employees and municipal police employees. Please refer to Note 8 for a detailed explanation on the retirement plan.

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

14. Prior Period Adjustment

In the year ended June 30, 2023, there were adjustments to the net changes in fund balances of all funds. A prior period adjustment of \$90,820 has been accounted for and presented in the Statement of Activities, the Statement of Revenues, Expenditures, and Changes in Fund Balance - Governmental Funds, and the Statement of Revenues, Expenses, and Changes in Fund Net Position. The following schedule is a detailed explanation of the changes.

Adjustment Description	Debit	Credit	Total
General Fund			
Accounts payable	\$ -	\$ 39,571	
Payroll liabilities	2,412,515	-	
Interfund balances	-	2,114,351	
Payroll expenses	37,404	-	
Sales tax receivable	-	-	
Accounts receivable	227	-	
Fines revenue correction	-	55,635	
Fund balance	-	22,449	(205,222)
Total	2,450,146	2,232,007	(205,222)
Streets Fund			
Accounts payable	-	13,064	
Interfund balances	892,125	-	
Sales tax receivable	-	12,918	(866,143)
Total	892,125	25,982	(866,143)
Sales Tax Fund			
Interfund balances	-	25,836	
Sales tax receivable	25,836	-	-
Total	25,836	25,836	-
Utility Fund			
Accounts payable	-	61,943	
Interfund balances	-	991,014	
Accounts receivable	19,351	-	
Water Meter duplicate payment	61,852	-	
Fund balance	-	8,790	980,545
Total	81,202	1,061,747	980,545
Total for all funds \$	\$ 3,449,309	\$ 3,345,572	\$ (90,820)

Town of Many
Many, Louisiana

Notes to the Financial Statements
As of and For the Year Ended June 30, 2023

15. Subsequent Events

Management has evaluated subsequent events through the date that the financial statements were available to be issued, November 21, 2025, and determined that no events occurred that require disclosure. No subsequent events occurring after this date have been evaluated for inclusion in these financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Town of Many
Many, Louisiana

Budgetary Comparison Schedule - General Fund
For the Year Ended June 30, 2023

	Budget - Original	Budget - Final	Actual	Variance Favorable (Unfavorable)
Revenues				
Taxes:				
Ad valorem tax	\$ 140,000	\$ 140,000	\$ 135,449	\$ (4,551)
Franchise tax	165,500	165,500	219,334	53,834
Sales tax	871,297	871,297	943,997	72,700
Licenses and permits	273,700	273,700	338,125	64,425
Operating grant	-	-	46,530	46,530
Intergovernmental	60,000	60,000	68,397	8,397
Fines, forfeitures, and court costs	150,000	150,000	170,941	20,941
Charges for services	279,400	279,400	291,361	11,961
Miscellaneous	11,050	11,050	72,750	61,700
Total revenues	<u>1,950,947</u>	<u>1,950,947</u>	<u>2,286,884</u>	<u>335,937</u>
Expenditures				
Current:				
General government	977,649	1,243,149	1,365,657	(122,508)
Public safety				
Police	792,587	901,087	746,782	154,305
Sanitation	168,500	213,500	193,667	19,833
Capital outlay	27,600	54,600	48,996	5,604
Total expenditures	<u>1,966,336</u>	<u>2,412,336</u>	<u>2,355,102</u>	<u>57,234</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(15,389)</u>	<u>(461,389)</u>	<u>(68,218)</u>	<u>393,171</u>
Other financing sources (uses)				
Capital grant	-	-	52,885	52,885
Bond payable expenditures	(32,113)	(32,113)	(31,000)	1,113
Bond interest expenditures	-	-	(1,067)	(1,067)
Interest earnings	2,000	2,000	10,853	8,853
Proceeds from the sale of fixed assets	-	-	8,284	8,284
Operating transfers	(862,584)	(862,584)	33,468	896,052
Total other financing sources (uses)	<u>(892,697)</u>	<u>(892,697)</u>	<u>73,423</u>	<u>966,120</u>
Net changes in fund balances	<u>(908,086)</u>	<u>(1,354,086)</u>	<u>5,205</u>	<u>1,359,291</u>
Prior period adjustment	<u>(205,222)</u>	<u>(205,222)</u>	<u>(205,222)</u>	<u>-</u>
Fund balances - June 30, 2022	<u>957,053</u>	<u>957,053</u>	<u>957,053</u>	<u>-</u>
Fund balances - June 30, 2023	<u>\$ (156,255)</u>	<u>\$ (602,255)</u>	<u>\$ 757,036</u>	<u>\$ 1,359,291</u>

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

Town of Many
Many, Louisiana

Budgetary Comparison Schedule - Streets Fund
For the Year Ended June 30, 2023

	Budget - Original	Budget - Final	Actual	Variance Favorable (Unfavorable)
Revenues				
Taxes:				
Sales tax	871,297	871,297	943,997	72,700
Intergovernmental	10,000	10,000	89,304	79,304
Total revenues	<u>881,297</u>	<u>881,297</u>	<u>1,033,301</u>	<u>152,004</u>
Expenditures				
Current:				
Streets	611,213	704,213	752,394	(48,181)
Capital outlay	272,074	347,074	302,193	44,881
Total expenditures	<u>883,287</u>	<u>1,051,287</u>	<u>1,054,587</u>	<u>(3,300)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,990)</u>	<u>(169,990)</u>	<u>(21,286)</u>	<u>148,704</u>
Other financing sources (uses)				
Interest earnings	2,000	2,000	12,556	10,556
Operating transfers	862,584	862,584	35,939	(826,645)
Total other financing sources (uses)	<u>864,584</u>	<u>864,584</u>	<u>48,495</u>	<u>(816,089)</u>
Net changes in fund balances	862,594	694,594	27,209	(667,385)
Prior period adjustment	(866,143)	(866,143)	(866,143)	-
Fund balances - June 30, 2022	<u>1,846,182</u>	<u>1,846,182</u>	<u>1,846,182</u>	<u>-</u>
Fund balances - June 30, 2023	<u>\$ 1,842,633</u>	<u>\$ 1,674,633</u>	<u>\$ 1,007,248</u>	<u>\$ (667,385)</u>

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

Town of Many
Many, Louisiana

Schedule of Employer's Share of Net Pension Liability
Municipal Employees Retirement System
For the Year Ended June 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	1.146071 %	1.087843 %	1.019632 %	0.894706 %	0.889485 %	0.893223 %	0.877156 %	0.709270 %	0.808662 %
Employer's proportionate share of the net pension liability (asset)	\$ 1,006,231	\$ 630,197	\$ 924,017	\$ 782,701	\$ 752,355	\$ 772,846	\$ 727,082	\$ 482,053	\$ 379,664
Employer's covered employee payroll	\$ 922,392	\$ 829,306	\$ 790,190	\$ 683,973	\$ 659,173	\$ 661,871	\$ 645,287	\$ 491,615	\$ 509,887
Employer's proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	109.09 %	75.99 %	116.94 %	114.43 %	114.14 %	116.77 %	112.68 %	98.05 %	74.46 %
Employer's proportion of the net pension liability (asset)	69.56 %	79.14 %	66.26 %	66.14 %	65.60 %	63.49 %	63.34 %	66.18 %	73.99 %

The amounts presented have a measurement date of the previous fiscal year end.

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Town of Many
Many, Louisiana

Schedule of Employer's Share of Net Pension Liability
Municipal Police Employees Retirement System
For the Year Ended June 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.108678 %	0.085128 %	0.075378 %	0.071698 %	0.083574 %	0.075435 %	0.053591 %	0.074980 %	0.090198 %
Employer's proportionate share of the net pension liability (asset)	\$ 1,110,882	\$ 453,779	\$ 696,668	\$ 651,138	\$ 706,540	\$ 658,579	\$ 502,299	\$ 587,390	\$ 564,286
Employer's covered employee payroll	\$ 335,501	\$ 259,709	\$ 232,822	\$ 223,904	\$ 243,412	\$ 225,196	\$ 213,367	\$ 200,566	\$ 272,169
Employer's proportionate share of the net pension liability (asset) as a percentage of its covered employee payroll	331.11 %	174.73 %	299.23 %	290.81 %	290.27 %	292.45 %	235.42 %	292.87 %	207.33 %
Employer's proportion of the net pension liability (asset)	70.80 %	84.09 %	70.94 %	71.01 %	71.89 %	70.08 %	66.04 %	70.73 %	75.10 %

The amounts presented have a measurement date of the previous fiscal year end.

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Town of Many
Many, Louisiana

Schedule of Employer Contributions
Municipal Employees Retirement System
For the Year Ended June 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 156,247	\$ 142,970	\$ 128,542	\$ 110,627	\$ 95,756	\$ 87,340	\$ 72,806	\$ 61,302	\$ 46,703
Contributions in relation to contractually required contribution	156,247	142,970	128,542	110,627	95,756	87,340	72,806	61,302	46,703
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-
Employer's covered payroll	\$ 1,008,599	\$ 922,392	\$ 829,306	\$ 790,190	\$ 683,973	\$ 659,173	\$ 661,871	\$ 645,287	\$ 491,615
Contributions as a percentage of covered employee payroll	15.49 %	15.50 %	15.50 %	14.00 %	14.00 %	13.25 %	11.00 %	9.50 %	9.50 %

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Town of Many
Many, Louisiana

Schedule of Employer Contributions
Municipal Police Employees Retirement System
For the Year Ended June 30, 2023

	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 117,622	\$ 99,812	\$ 87,652	\$ 75,667	\$ 72,209	\$ 74,972	\$ 71,500	\$ 62,943	\$ 63,178
Contributions in relation to contractually required contribution	117,622	99,812	87,652	75,667	72,209	74,972	71,500	62,943	63,178
Contribution deficiency (excess)	-	-	-	-	-	-	-	-	-
Employer's covered payroll	\$ 376,391	\$ 259,709	\$ 232,822	\$ 223,904	\$ 243,412	\$ 225,196	\$ 213,367	\$ 200,566	\$ 272,169
Contributions as a percentage of covered employee payroll	31.25 %	38.43 %	37.65 %	33.79 %	29.67 %	33.29 %	33.51 %	31.38 %	23.21 %

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.



KENNETH D. FOLDEN & CO.

Certified Public Accountants, LLC

Kenneth D. Folden, CPA
kfolden@foldencpa.com

302 Eighth Street, Jonesboro, LA 71251
Phone: (318) 259-7316 • Fax: (318) 259-7315

Alayna C. Huckaby, CPA
ahuckaby@foldencpa.com

**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**

Town of Many
Many, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Many, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Town of Many's basic financial statements and have issued our report thereon dated November 21, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Many's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Many's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Many's internal control.

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 that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2023-001 to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Many'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 one instance of noncompliance or other matters that is required to be reported under Government Auditing Standards and which is described in the accompanying schedule of findings and questioned costs as Finding 2023-002.

Town of Many's Response to Findings

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Town of Many's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kenneth D. Folden & Co., CPAs, LLC

Jonesboro, Louisiana
November 21, 2025

SUPPLEMENTAL INFORMATION

Town of Many
Many, Louisiana

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2023

We have audited the basic financial statements of the Town of Many as of and for the year ended June 30, 2023 and have issued our report thereon dated November 21, 2025. 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 Governmental Auditing Standards, issued by the Comptroller General of the United States. Our audit of the financial statements as of June 30, 2023 resulted in an unqualified opinion.

A. Summary of Auditor's Report

Report on Internal Control and Compliance Material to Financial Statements

Internal Control

Material Weakness Yes X No Significant Deficiencies X Yes No

Compliance

Compliance Material to Financial Statements Yes X No

B. Findings - Financial Statements Audit

Current Year

Finding 2023-001 - Untimely and Improperly Prepared Bank Reconciliations

Criteria: Effective internal controls over financial reporting include timely and properly reconciling bank statements to ensure that all transactions affecting the Town's bank accounts and financial statements are posted in the proper period and to the proper account. Untimely and improper posting will affect the financial statements of the Town.

Conditions and Context: Reconciliations for the all bank accounts for the audit period were not completed until July 2025.

Cause and Effect: Internal controls and the Town's policies regarding reconciliation of bank statements to the Town's general ledger were not properly followed. As a result, certain bank reconciliations were not completed timely and/or properly. Completed reconciliations were not approved timely.

Recommendation: The auditors recommend that internal control policies and procedures related to receiving and reconciling bank statements to the Town's general ledger be followed. In addition, completed bank reconciliations should be reviewed and approved by the appropriate level of management to help ensure that all reconciliations are prepared timely and properly.

Management Response: See Management's Response.

Finding 2023-002 Submission of Audit Report

Criteria: In accordance with state statute, the Town's audit report must be submitted to the Louisiana Legislative Auditor within 180 days of the close of the entity's fiscal year.

Condition and Context: The Town's audit report was not submitted to the Louisiana Legislative Auditor within 180 days of the fiscal year end.

Town of Many
Many, Louisiana

Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2023

Cause and Effect: Significant turn-over in personnel and incompleteness of bank reconciliations timely (see 2023-001) resulted in late completion and filing of the June 30, 2023 audit report. Multiple requests for extension of time to file were submitted and granted by Louisiana Legislative Auditor for the audit to be completed by March 31, 2025. In addition, the prior year audit was completed with an approved extension of 90 days.

Recommendation: We recommend that the Town comply with the filing requirements and deadline established by state statute.

Management Response: See Management's Response.

Prior Year

Finding 2022-001 - Untimely and Improperly Prepared Bank Reconciliations

Criteria: Effective internal controls over financial reporting include timely and properly reconciling bank statements to ensure that all transactions affecting the Town's bank accounts and financial statements are posted in the proper period and to the proper account. Untimely and improper posting will affect the financial statements of the Town.

Conditions and Context: Reconciliations for the Payroll account from February 2022 through January 2023 were not completed until February 2023.

Cause and Effect: Internal controls and the Town's policies regarding reconciliation of bank statements to the Town's general ledger were not properly followed. As a result, certain bank reconciliations were not completed timely and/or properly. Completed reconciliations were not approved timely.

Recommendation: The auditors recommend that internal control policies and procedures related to receiving and reconciling bank statements to the Town's general ledger be followed. In addition, completed bank reconciliations should be reviewed and approved by the appropriate level of management to help ensure that all reconciliations are prepared timely and properly.

Management Response: The delay in reconciling the payroll bank account was primarily due to confusion as to how to correct numerous errors that had been made by the prior payroll clerk compounded by turnover of personnel in the office.

Management Response: See Finding 2023-001.

Town of Many
Many, Louisiana

Schedule of Compensation Paid Councilpersons
For the Year Ended June 30, 2023

	2023
Mary Brocato	\$ 9,000
Anita Darwin	9,000
Bobbie Jackson	9,300
Mary Perry	9,000
Cherry Williams	9,000
	<u>\$ 45,300</u>

Town of Many
Many, Louisiana

Schedule of Compensation, Benefits and Other Payments to Agency Head
For the Year Ended June 30, 2023

Robert Hable, Jr. Mayor		
Salary	\$	30,000
Benefits - Medicare		136
Benefits - Social Security		582
Benefits - Retirement		4,650
Benefits - Health Insurance		6,740
	\$	<u>42,108</u>

Town of Many
Many, Louisiana

Justice System Funding Schedule - Collecting/Disbursing Entity
For the year ended June 30, 2023

	First Six Month Period Ended 12/31/22	Second Six Month Period Ended 06/30/23
Beginning Balance of Amounts Collected (i.e. cash on hand)	\$ 3,871	\$ 13,364
Add: Collections (Please enter zeros if no activity within a certain collection type)		
Civil Fees (including refundable amounts such as garnishments or advance deposits)	-	-
Bond Fees	-	-
Asset Forfeiture/Sale	-	-
Pre-Trial Diversion Program Fees	-	-
Criminal Court Costs/Fees	15,977	12,403
Criminal Fines - Contempt	-	-
Criminal Fines - Other	84,568	65,982
Restitution	-	-
Probation/Parole/Supervision Fees	-	-
Service/Collection Fees (e.g. credit card fees, report fees, 3rd party service fees)	-	-
Interest Earnings on Collected Balances	-	-
Other (do not include collections that fit into more specific categories above)	-	-
Subtotal Collections	100,545	78,386
Less: Disbursements To Governments & Nonprofits: (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.)		
Louisiana Commission on Law Enforcement	726	580
Ware Youth Center	2,199	1,592
North Louisiana Crime Lab	11,213	8,810
Treasurer, State of LA CMIS	978	816
Louisiana Supreme Court	221	156
LDH THSCI Trust Fund	640	450
Disability Affairs	-	-
Clerk of Court	-	-
Less: Amounts Retained by Collecting Agency		
Collection Fee for Collecting/Disbursing to Others Based on Percentage of Collection (enter zero if no activity to report here)	-	-
Collection Fee for Collecting/Disbursing to Others Based on Fixed Amount (enter zero if no activity to report here)	-	-

Town of Many
Many, Louisiana

Justice System Funding Schedule - Collecting/Disbursing Entity
For the year ended June 30, 2023

Amounts "Self-Disbursed" to Collecting Agency (must include a separate line for each collection type, as applicable) - Example: Criminal Fines - Other (To be reported as a separate line per collection type under this heading, multiple rows may be needed)

	-	-
Town of Many - Criminal Fines - Other	75,075	64,589
Town of Many - Criminal Court Costs/Fees	-	-

Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies
(Please enter zeros if no activity within a certain line item)

Civil Fee Refunds	-	-
Bond Fee Refunds	-	-
Restitution Payments to Individuals (additional detail is not required)	-	-
Other Disbursements to Individuals (additional detail is not required)	-	-
Payments to 3rd Party Collection/Processing Agencies	-	-

Subtotal Disbursements/Retainage

91,052	76,993
--------	--------

Total: Ending Balance of Amounts Collected but not Disbursed/Retained (i.e. cash on hand)

\$ 13,364	\$ 14,757
-----------	-----------

Ending Balance of "Partial Payments" Collected but not Disbursed (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 Disbursed/Retained above.

\$ -	\$ -
------	------

Other Information:

Ending Balance of Total Amounts Assessed but not yet Collected (i.e. receivable balance)

\$ -	\$ -
------	------

Total Waivers During the Fiscal Period (i.e. non-cash reduction of receivable balances, such as time served or community service)

\$ -	\$ -
------	------



KENNETH D. FOLDEN & CO.

Certified Public Accountants, LLC

Kenneth D. Folden, CPA
kfolden@foldencpa.com

302 Eighth Street, Jonesboro, LA 71251
Phone: (318) 259-7316 • Fax: (318) 259-7315

Alayna C. Huckaby, CPA
ahuckaby@foldencpa.com

Independent Accountant's Report on Applying Agreed-Upon Procedures

To the Councilmembers of Town of Many
Many, Louisiana
and the Louisiana Legislative Auditor:

We have performed the procedures enumerated below on the control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's (LLA's) Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 01, 2022 through June 30, 2023. Town of Many's management is responsible for those C/C areas identified in the SAUPs.

Town of Many has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period July 01, 2022 through June 30, 2023. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

1) Written Policies and Procedures

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

- i. Budgeting, including preparing, adopting, monitoring, and amending the budget.
- ii. Purchasing, including (1) how purchases are initiated, (2) how vendors are added to the vendor list, (3) the preparation and approval process of purchase requisitions and purchase orders, (4) controls to ensure compliance with the Public Bid Law, and (5) documentation required to be maintained for all bids and price quotes.
- iii. Disbursements, including processing, reviewing, and approving,
- iv. Receipts/Collections, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g., periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).

- v. Payroll/Personnel, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee rates of pay or approval and maintenance of pay rate schedules.
- vi. Contracting, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
- vii. Travel and expense reimbursement, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- viii. Credit Cards (and debit cards, fuel cards, purchase cards, if applicable), including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
- ix. Ethics, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
- x. Debt Service, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- xi. Information Technology Disaster Recovery/Business Continuity, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
- xii. Prevention of Sexual Harassment, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

Procedure Results: We noted exceptions. See Item 1.

2) Board or Finance Committee

- A. Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:
 - i. Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
 - ii. For those entities reporting on the governmental accounting model, observe whether the minutes referenced or included monthly budget-to-actual comparisons on the general fund, quarterly budget-to-actual, at a minimum, on proprietary funds, and semi-annual budget-to-actual, at a minimum, on all special revenue funds. Alternately, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.
 - iii. For governmental entities, obtain the prior year audit report and observe the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unassigned fund balance in the general fund.
 - iv. Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

Procedure Results: We noted exceptions. See Item 2.

3) Bank Reconciliations

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

- i. Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated or electronically logged);
- ii. Bank reconciliations include written evidence that a member of management or a board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged); and
- iii. Management has documentation reflecting it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Procedure Results: We noted exceptions. See Item 3.

4) Collections

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

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

- i. Employees responsible for cash collections do not share cash drawers/registers;
- ii. Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit;
- iii. Each employee responsible for collecting cash is not also responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit; and
- iv. The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, is (are) not also responsible for collecting cash, unless another employee/official verifies the reconciliation.

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

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

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

- iii. Trace the deposit slip total to the actual deposit per the bank statement.
- iv. Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).
- v. Trace the actual deposit per the bank statement to the general ledger.

Procedure Results: We noted no exceptions.

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

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

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

- i. At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order or making the purchase;
- ii. At least two employees are involved in processing and approving payments to vendors;
- iii. The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files;
- iv. Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments; and
- v. Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.

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

- i. Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice and supporting documentation indicates that deliverables included on the invoice were received by the entity, and
- ii. Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #5b above, as applicable.

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

Procedure Results: We noted exceptions. See Item 4.

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

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

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

i. Observe whether there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) was reviewed and approved, in writing, (or electronically approved), by someone other than the authorized card holder.

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

C. Using the monthly statements or combined statements selected under procedure #7b above, excluding fuel cards, randomly select 10 transactions (or all transactions if less than 10) from each statement, and obtain supporting documentation for the transactions (e.g., each card should have 10 transactions subject to inspection). For each transaction, observe that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and observe whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

Procedure Results: We noted exceptions. See Item 5.

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

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

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

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

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

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

Procedure Results: We noted no exceptions.

8) Contracts

A. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period.

Alternately, the practitioner may use an equivalent selection source, such as an active vendor list. Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and

- i. Observe whether the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law;
- ii. Observe whether the contract was approved by the governing body/board, if required by policy or law (e.g., Lawrason Act, Home Rule Charter);
- iii. If the contract was amended (e.g., change order), observe that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, the documented approval); and
- iv. Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

Procedure Results: We noted no exceptions.

9) Payroll and Personnel

- A. Obtain a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees or officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.
- B. Randomly select one pay period during the fiscal period. For the 5 employees or officials selected under #9a above, obtain attendance records and leave documentation for the pay period, and
 - i. Observe all selected employees or officials documented their daily attendance and leave (e.g., vacation, sick, compensatory);
 - ii. Observe whether supervisors approved the attendance and leave of the selected employees or officials;
 - iii. Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records; and
 - iv. Observe the rate paid to the employees or officials agrees to the authorized salary/pay rate found within the personnel file.
- C. Obtain a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees or officials and obtain related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agree the hours to the employee's or official's cumulative leave records, agree the pay rates in the employee's or official's authorized pay rates in the employee's or official's personnel files, and agree the termination payment to entity policy.
- D. Obtain management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

Procedure Results: We noted no exceptions.

10) Ethics

- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9a obtain ethics documentation from management, and
 - i. Observe whether the documentation demonstrates that each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170; and
 - ii. Observe whether the entity maintains documentation which demonstrates that each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.
- B. Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.

Procedure Results: We noted no exceptions.

11) Debt Service

A. Obtain a listing of bonds/notes and other debt instruments issued during the fiscal period and management's representation that the listing is complete. Select all debt instruments on the listing, obtain supporting documentation, and observe that State Bond Commission approval was obtained for each debt instrument issued as required by Article VII, Section 8 of the Louisiana Constitution.

B. Obtain a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly select one bond/note, inspect debt covenants, obtain supporting documentation for the reserve balance and payments, and agree actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

Procedure Results: We noted no exceptions.

12) Fraud Notice

A. Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled as required by R.S. 24:523.

B. Observe that the entity has posted, on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

Procedure Results: We noted no exceptions.

13) Information Technology Disaster Recovery/Business Continuity

A. Perform the following procedures, verbally discuss the results with management, and report "We performed the procedure and discussed the results with management."

i. Obtain and inspect the entity's most recent documentation that it has backed up its critical data (if there is no written documentation, then inquire of personnel responsible for testing/verifying backing up restoration) and observe evidence that such backup (a) occurred within the past week, (b) was not stored on the government's local server or network, and (c) was encrypted.

ii. Obtain and inspect the entity's most recent documentation that it has tested/verified that its backups can be restored (if there is no written documentation, then inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.

iii. Obtain a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.

B. Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in procedure #9c. Observe evidence that the selected terminated employees have been removed or disabled from the network.

Procedure Results: We performed the procedure and discussed the results with management.

14) Prevention of Sexual Harassment

A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9a, obtain sexual harassment training documentation from management, and observe that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.

B. Observe that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).

C. Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe that the report includes the applicable requirements of R.S. 42:344:

- i. Number and percentage of public servants in the agency who have completed the training requirements;
- ii. Number of sexual harassment complaints received by the agency;
- iii. Number of complaints which resulted in a finding that sexual harassment occurred;
- iv. Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and
- v. Amount of time it took to resolve each complaint.

Procedure Results: We noted no exceptions.

We were engaged by Town of Many to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of Government Auditing Standards. We were not engaged to and did not conduct an examination or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

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

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

Kenneth D. Folden & Co., CPAs, LLC

Kenneth D. Folden & Co., CPAs, LLC

Jonesboro, Louisiana

November 21, 2025

Town of Many
Many, Louisiana

Management's Responses to Exceptions to the
Statewide Agreed-Upon Procedures
For the year ended June 30, 2023

Item 1: Exception: The Town of Many do not have written policies and procedures for IT Disaster Recovery and Business Continuity. The Town of Many has written policies and procedures for sexual harassment, excluding R.S. 42:342-344 requirements, annual employee training, and annual reporting.

Response - See attached management response.

Item 2: Exception: Meeting minutes do not reference budget-to-actual comparisons and do not reference the board receiving written updates of the progress of resolving audit findings.

Response - See attached management response.

Item 3: Exception: Bank reconciliations do not include evidence that items outstanding for more than 12 months have been researched.

Response - See attached management response.

Item 4: Exception: Three out of 74 disbursements reviewed did not include evidence that the invoice or deliverables were received by the entity. Three out of 74 disbursements reviewed did not include evidence of segregation of duties.

Response - See attached management response.

Item 5: Exception: One out of ten transactions on the credit card statement reviewed did not have an original itemized receipt.

Response - See attached management response.

Town of Many

The Heart of Toledo Bend

MAYOR
Robert H. Hable, Jr.

CHIEF OF POLICE
Cheryl Wooley

P.O. Box 1330
MANY, LA 71449
(318) 256-3651 PHONE
(318) 256-4013 FAX

ALDERMAN
Anita Darwin
Mary Brocato
Mary Perry
Lane Isgitt
Rylie McLendon

November 21, 2025

Kenneth D. Folden & Co., CPAs, LLC
302 8th Street
Jonesboro, LA 71251

In connection with your engagement to apply agreed-upon procedures to certain control and compliance (C/C) areas identified in the Louisiana Legislative Auditor's Statewide Agreed-Upon Procedures (SAUPs), for the fiscal period July 01, 2022 through June 30, 2023, we confirm to the best of our knowledge and belief, the following representations made to you during your engagement.

1. We acknowledge that we are responsible for the C/C areas identified in the SAUPs, including written policies and procedures; board or finance committee; bank reconciliations; collections; non-payroll disbursements; credit/debit/fuel/purchasing cards; travel and travel related expense reimbursement; contracts; payroll and personnel; ethics; debt service; and other areas (as applicable).

Yes ☒ No ☐
2. For the fiscal period July 01, 2022 through June 30, 2023, the C/C areas were administered in accordance with the best practice criteria presented in the SAUPs.

Yes ☒ No ☐
3. We are responsible for selecting the criteria and procedures and for determining that such criteria and procedures are appropriate for our purposes.

Yes ☒ No ☐
4. We have provided you with access to all records that we believe are relevant to the C/C areas and the agreed-upon procedures.

Yes ☒ No ☐
5. We have disclosed to you all known matters contradicting the results of the procedures performed in C/C areas.

Yes ☒ No ☐
6. We have disclosed to you any communications from regulatory agencies, internal auditors, other independent practitioners or consultants, and others affecting the C/C areas, including communications received between June 30, 2023, and November 21, 2025.

Yes ☒ No ☐

An Equal Opportunity Employer and Provider

7. We represent that the listing of bank accounts for the fiscal period that we provided to you is complete. We also represent that we have identified and disclosed to you our main operating account.

Yes ☒ No ☐

8. We represent that the listing of deposit sites for the fiscal period that we provided to you is complete.

Yes ☒ No ☐

9. We represent that the listing of collection locations for the fiscal period that we provided to you is complete.

Yes ☒ No ☐

10. We represent that the listing of locations that process payments for the fiscal period that we provided to you is complete.

Yes ☒ No ☐

11. We represent that the non-payroll disbursement transaction population for each location that processes payments for the fiscal period that we provided to you is complete.

Yes ☒ No ☐

12. We represent that the listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards, that we provided to you is complete.

Yes ☒ No ☐

13. We represent that the listing of all travel and travel-related expense reimbursements during the fiscal period that we provided to you is complete.

Yes ☒ No ☐

14. We represent that the listing of all agreements/contracts (or active vendors) for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period that we provided to you is complete.

Yes ☒ No ☐

15. We represent that the listing of employees/elected officials employed during the fiscal period that we provided to you is complete.

Yes ☒ No ☐

16. We represent that the listing of employees/officials that received termination payments during the fiscal period that we provided to you is complete.

Yes ☒ No ☐

17. We represent that the employer and employee portions of payroll taxes, retirement contributions, health insurance premiums, and workers' compensation premiums have been paid, and associated forms have been filed, by required deadlines during the fiscal period.

Yes ☒ No ☐

18. We represent that the listing of bonds/notes issued during the fiscal period that we provided to you is complete.

Yes ☒ No ☐

19. We represent that the listing of bonds/notes outstanding at the end of the fiscal period that we provided to you is complete.

Yes ☒ No ☐

20. We represent that the listing of misappropriations of public funds and assets during the fiscal period that we provided to you is complete.

Yes ☒ No ☐

21. We are not aware of any material misstatements in the C/C areas identified in the SAUPs.

Yes ☒ No ☐

22. We have disclosed to you any other matters as we have deemed appropriate.

Yes ☒ No ☐

23. We have responded fully to all inquiries made by you during the engagement.

Yes ☒ No ☐

24. We have disclosed to you all known events that have occurred subsequent to June 30, 2023, that would have a material effect on the C/C areas identified in the SAUPs, or would require adjustment to or modification of the results of the agreed-upon procedures.

Yes ☒ No ☐

The previous responses have been made to the best of our belief and knowledge.

Signature _____ Date November 21, 2025

Title Mayor

Signature _____ Date November 21, 2025

Title Councilmember

Town of Many

The Heart of Toledo Bend

MAYOR
Robert H. Hable, Jr.

CHIEF OF POLICE
Cheryl Wooley

P.O. Box 1330
MANY, LA 71449
(318) 256-3651 PHONE
(318) 256-4013 FAX

ALDERMAN
Anita Darwin
Mary Brocato
Mary Perry
Lane Isgitt
Rylie McLendon

November 24, 2025

**Town of Many
Many, Louisiana**

**Management's Responses to Findings of Audit Report
For the year ended June 30, 2023**

Current Year

Finding 2023-001 - Untimely and Improperly Prepared Bank Reconciliations

Criteria: Effective internal controls over financial reporting include timely and properly reconciling bank statements to ensure that all transactions affecting the Town's bank accounts and financial statements are posted in the proper period and to the proper account. Untimely and improper posting will affect the financial statements of the Town.

Conditions and Context: Reconciliations for all bank accounts for the audit period were not completed until July 2025.

Cause and Effect: Internal controls and the Town's policies regarding reconciliation of bank statements to the Town's general ledger were not properly followed. As a result, certain bank reconciliations were not completed timely and/or properly. Completed reconciliations were not approved timely.

Recommendation: The auditors recommend that internal control policies and procedures related to receiving and reconciling bank statements to the Town's general ledger be followed. In addition, completed bank reconciliations should be reviewed and approved by the appropriate level of management to help ensure that all reconciliations are prepared timely and properly.

Management Response: Management agrees with the recommendation. The Town Clerk and Mayor will increase oversight of these procedures to ensure compliance.

Town of Many

The Heart of Toledo Bend

MAYOR
Robert H. Hable, Jr.

CHIEF OF POLICE
Cheryl Wooley

P.O. Box 1330
MANY, LA 71449
(318) 256-3651 PHONE
(318) 256-4013 FAX

ALDERMAN
Anita Darwin
Mary Brocato
Mary Perry
Lane Isgitt
Rylie McLendon

Finding 2023-002 Submission of Audit Report

Criteria: In accordance with state statute, the Town's audit report must be submitted to the Louisiana Legislative Auditor within 180 days of the close of the entity's fiscal year.

Condition and Context: The Town's audit report was not submitted to the Louisiana Legislative Auditor within 180 days of the fiscal year end.

Cause and Effect: Significant turn-over in personnel and incompleteness of bank reconciliations timely (see 2023 001) resulted in late completion and filing of the June 30, 2023 audit report. Multiple requests for extension of time to file were submitted and granted by Louisiana Legislative Auditor for the audit to be completed by March 31, 2025. In addition, the prior year audit was completed with an approved extension of 90 days.

Recommendation: We recommend that the Town comply with the filing requirements and deadline established by state statute.

Management Response: The Town understands and will comply with the filing requirements and deadline established by the state statute.

Prior Year

Finding 2022-001 - Untimely and Improperly Prepared Bank Reconciliations

Criteria: Effective internal controls over financial reporting include timely and properly reconciling bank statements to ensure that all transactions affecting the Town's bank accounts and financial statements are posted in the proper period and to the proper account. Untimely and improper posting will affect the financial statements of the Town.

Conditions and Context: Reconciliations for the Payroll account from February 2022 through January 2023 were not completed until February 2023.

Cause and Effect: Internal controls and the Town's policies regarding reconciliation of bank statements to the Town's general ledger were not properly followed. As a result, certain bank reconciliations were not completed timely and/or properly. Completed reconciliations were not approved timely.

Town of Many

The Heart of Toledo Bend

MAYOR
Robert H. Hable, Jr.

CHIEF OF POLICE
Cheryl Wooley

P.O. Box 1330
MANY, LA 71449
(318) 256-3651 PHONE
(318) 256-4013 FAX

ALDERMAN
Anita Darwin
Mary Brocato
Mary Perry
Lane Isgitt
Rylie McLendon

Recommendation: The auditors recommend that internal control policies and procedures related to receiving and reconciling bank statements to the Town's general ledger be followed. In addition, completed bank reconciliations should be reviewed and approved by the appropriate level of management to help ensure that all reconciliations are prepared timely and properly.

Management Response: The delay in reconciling the payroll bank account was primarily due to confusion as to how to correct numerous errors that had been made by the prior payroll clerk compounded by turnover of personnel in the office.

Management Response: See Finding 2023-001.

Sincerely,



Amie Brown
Town Clerk

Town of Many

The Heart of Toledo Bend

MAYOR
Robert H. Hable, Jr.

CHIEF OF POLICE
Cheryl Wooley

P.O. Box 1330
MANY, LA 71449
(318) 256-3651 PHONE
(318) 256-4013 FAX

ALDERMAN
Anita Darwin
Mary Brocato
Mary Perry
Lane Isgitt
Rylie McLendon

Town of Many

Many, Louisiana

Management's Responses to Exceptions to the

Statewide Agreed-Upon Procedures

For the year ended June 30, 2023

Item 1: Exception: The Town of Many do not have written policies and procedures for IT Disaster Recovery and Business Continuity. The Town of Many has written policies and procedures for sexual harassment, excluding R.S. 42:342-344 requirements, annual employee training, and annual reporting.

Response – The Town of Many will adopt a policy and procedure for IT Disaster Recovery and Business Continuity, and amend our policy and procedure for sexual harassment to include our annual employee training and annual reporting.

Item 2: Exception: Meeting minutes do not reference budget-to-actual comparisons and do not reference the board receiving written updates of the progress of resolving audit findings.

Response – The Town of Many does currently reference budget-to-actual comparisons in our council meetings, but has failed to include this in our meeting minutes. In the future, we will include this in our meeting minutes.

Town of Many

The Heart of Toledo Bend

MAYOR
Robert H. Hable, Jr.

CHIEF OF POLICE
Cheryl Wooley

P.O. Box 1330
MANY, LA 71449
(318) 256-3651 PHONE
(318) 256-4013 FAX

ALDERMAN
Anita Darwin
Mary Brocato
Mary Perry
Lane Isgitt
Rylie McLendon

Item 3: Exception: Bank reconciliations do not include evidence that items outstanding for more than 12 months have been researched.

Response – *The Town of Many will ensure all outstanding items on our bank reconciliations are researched.*

Item 4: Exception: Three out of 74 disbursements reviewed did not include evidence that the invoice or deliverables were received by the entity. Three out of 74 disbursements reviewed did not include evidence of segregation of duties.

Response – *The Town of Many Supervisors and Department Heads have been notified that all packing slips must be signed, dated, and turned in to Accounts Payable, and all office staff have been notified as well. Office Staff have also been notified that all invoices and/or packing slips must be noted as received with a date and signature.*

Item 5: Exception: One out of ten transactions on the credit card statement reviewed did not have an original itemized receipt.

Response – *The Town of Many Supervisors and Department Heads will be notified that all receipts must be turned in.*

Sincerely,



Amie Brown
Town Clerk