

TOWN OF VIDALIA, LOUISIANA
ANNUAL FINANCIAL STATEMENTS
AS OF JUNE 30, 2025
AND FOR THE YEAR THEN ENDED
WITH
INDEPENDENT AUDITOR'S REPORT



SILAS SIMMONS LLP
CERTIFIED PUBLIC ACCOUNTANTS *and* ADVISORS

TOWN OF VIDALIA, LOUISIANA

Annual Financial Statements
as of and for the Year Ended June 30, 2025
With Supplementary Information Schedules

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TOWN OF VIDALIA, LOUISIANA

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With Supplementary Information Schedules

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INDEPENDENT AUDITOR'S REPORT

Mayor and Members of the Board of Aldermen
Town of Vidalia, Louisiana
Vidalia, Louisiana

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Vidalia, Louisiana as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Town of Vidalia, Louisiana's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Town of Vidalia, Louisiana (the Town) as of June 30, 2025, 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. 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, and to meet our 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.

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

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'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 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgement 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'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's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 10 and the budgetary comparison schedules, the schedule of the Town's proportionate share of the net pension liability, and the schedule of the Town's contributions on pages 53 through 60 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. 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 nor provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion nor provide any assurance.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the schedule of compensation of the governing board; the schedule of compensation, benefits, and other payments to agency head; and combining nonmajor fund financial statements but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2026, on our consideration of the Town'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's internal control over financial reporting and compliance.

This report is intended for the information of the Mayor, members of the Board of Aldermen, management of Town of Vidalia, Louisiana, and the Legislative Auditor of the State of Louisiana and is not intended to be, and should not be, used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.



Natchez, Mississippi
March 30, 2026

REQUIRED SUPPLEMENTARY INFORMATION (PART I)

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

The management of Town of Vidalia, Louisiana (the Town) offers readers of the Town's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended June 30, 2025. This management's discussion and analysis is designed to provide an objective analysis of the Town's financial activities based on currently known facts, decisions, and conditions. It is intended to provide readers with a broad overview of the Town's finances. It is also intended to provide readers with an analysis of the Town's short-term and long-term activities based on information presented in the financial report and fiscal policies that have been adopted by the Town. Specifically, this section is designed to assist the reader in focusing on significant financial issues, provide an overview of the Town's financial activity, identify changes in the Town's financial position (its ability to address the next- and subsequent-year challenges), identify any material deviations from the financial plan (the approved budget), and identify individual fund issues or concerns.

Overview of the Financial Statements

This section is intended to serve as an introduction to the Town's financial statements. The Town's basic financial statements consist of the government-wide financial statements, fund financial statements, and notes to the financial statements. This report also contains other supplementary information, which is in addition to the basic financial statements.

Government-Wide Financial Statements

Government-wide financial statements are designed to provide readers with a concise "entity-wide" Statement of Net Position and Statement of Activities, which seek to give the user of the financial statements a broad overview of the Town's financial position and results of operations in a manner similar to private-sector businesses.

The Statement of Net Position presents information on all of the Town's assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. The difference between the two is reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or weakening.

The Statement of Activities presents information which shows how the government's net position changed during this fiscal year. All changes in net position are reported as soon as the underlying event occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods (e.g., uncollected taxes).

Each of these reports is broken down between governmental activities and business-type activities. Governmental activities normally are those activities that are supported by taxes, licenses, permits, fines, and intergovernmental revenues; for example, the police and fire departments. Business-type activities are functions that are intended to support their costs through charges for services or fees such as the gas, electric, water, and sewer departments.

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

Government-Wide Financial Analysis

As noted earlier, net position may, over time, serve as a useful indicator of a government's financial condition. At the close of the most recent fiscal year, the Town's assets exceeded its liabilities by \$111,968,782 (net position); this represents an increase of \$18,646,180 from last fiscal year. The Town's net position is comprised of \$92,662,621 from governmental activities and \$19,306,161 from business-type activities.

The following is a condensed statement of the Town's net position as of June 30, 2025 and 2024:

	Governmental Activities		Business-Type Activities		Totals	
	2025	2024	2025	2024	2025	2024
Assets						
Current and other assets	\$ 50,927,669	\$ 39,160,787	\$ 576,627	\$ 836,090	\$ 51,504,296	\$ 39,996,877
Capital asset (net)	51,818,551	47,998,215	26,161,945	19,456,985	77,980,496	67,455,200
Total assets	<u>\$ 102,746,220</u>	<u>\$ 87,159,002</u>	<u>\$ 26,738,572</u>	<u>\$ 20,293,075</u>	<u>\$ 129,484,792</u>	<u>\$ 107,452,077</u>
Deferred Outflows of Resources	<u>\$ 2,896,537</u>	<u>\$ 3,160,543</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,896,537</u>	<u>\$ 3,160,543</u>
Liabilities						
Other liabilities	\$ 3,109,791	\$ 2,631,763	\$ 5,496,767	\$ 1,900,014	\$ 8,606,558	\$ 4,531,777
Long-term liabilities	9,534,121	11,264,159	1,935,644	1,302,031	11,469,765	12,566,190
Total liabilities	<u>\$ 12,643,912</u>	<u>\$ 13,895,922</u>	<u>\$ 7,432,411</u>	<u>\$ 3,202,045</u>	<u>\$ 20,076,323</u>	<u>\$ 17,097,967</u>
Deferred Inflows of Resources	<u>\$ 336,224</u>	<u>\$ 192,051</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 336,224</u>	<u>\$ 192,051</u>
Net Position						
Invested in capital assets	\$ 51,818,551	\$ 47,998,215	\$ 26,161,945	\$ 19,456,985	\$ 77,980,496	\$ 67,455,200
Less related debt	(951,035)	(1,398,167)	(1,935,644)	(602,031)	(2,886,679)	(2,000,198)
Net of related debt	<u>\$ 50,867,516</u>	<u>\$ 46,600,048</u>	<u>\$ 24,226,301</u>	<u>\$ 18,854,954</u>	<u>\$ 75,093,817</u>	<u>\$ 65,455,002</u>
Restricted	32,703,491	21,027,144	-	-	32,703,491	21,027,144
Unrestricted (deficit)	9,091,614	8,604,380	(4,920,140)	(1,763,924)	4,171,474	6,840,456
Total net position	<u>\$ 92,662,621</u>	<u>\$ 76,231,572</u>	<u>\$ 19,306,161</u>	<u>\$ 17,091,030</u>	<u>\$ 111,968,782</u>	<u>\$ 93,322,602</u>

By far, the largest portion of the Town's net position (\$77,980,496 or 70% reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, Town infrastructure, etc.) less any related debt used to acquire those assets that are still outstanding. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's capital assets are reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

The Town has total outstanding debt of \$2,886,679, which was used to finance some of the \$77,980,496 in capital assets. (For more detailed information on the Town's debt and capital assets, see pages 31 through 35). Total liabilities of \$20,076,323 are equal to 16% of the total assets.

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

Government-Wide Financial Analysis (continued)

The Town's governmental activities increased net position by \$16,431,049. Business-type activities decreased net position by \$2,215,131.

Governmental Activities

The governmental activities of the Town include general government, public safety, public works, economic development, and payment of interest on long-term debt. Revenues and expenditures related to the Town's involvement in the S. A. Murray Hydro Electric Station are also included in governmental activities. In that revenues normally associated with municipal operations (e.g., sales tax, property tax, franchise fees, sanitation fees, permits, fines, and operating grants) are insufficient for the funding of these activities, the Town has relied on transfers of excess revenue from its enterprise funds to cover the cost of all activities other than economic development. Economic development activities, in the majority, are funded by capital grants and contributions.

The following is a summary of the statement of activities:

	Governmental Activities		Business-Type Activities		Totals	
	6/30/2025	6/30/2024	6/30/2025	6/30/2024	6/30/2025	6/30/2024
Revenue						
Program revenue	\$ 6,277,519	\$ 3,001,486	\$ 15,071,976	\$ 14,707,391	\$ 21,349,495	\$ 17,708,877
General revenues	32,894,449	28,020,011	4,192,655	8,035	37,087,104	28,028,046
Total revenue	<u>\$ 39,171,968</u>	<u>\$ 31,021,497</u>	<u>\$ 19,264,631</u>	<u>\$ 14,715,426</u>	<u>\$ 58,436,599</u>	<u>\$ 45,736,923</u>
Expenses						
General and administrative	\$ 14,055,951	\$ 13,096,621	\$ -	\$ -	\$ 14,055,951	\$ 13,096,621
Public safety	6,712,339	7,039,817	-	-	6,712,339	7,039,817
Public works	3,340,724	3,411,476	-	-	3,340,724	3,411,476
Economic development	431,051	429,219	-	-	431,051	429,219
Combined utility	-	-	14,608,097	13,136,770	14,608,097	13,136,770
Convention center	-	-	642,199	695,716	642,199	695,716
Interest on long-term debt	58	-	-	-	58	-
Total expenses	<u>\$ 24,540,123</u>	<u>\$ 23,977,133</u>	<u>\$ 15,250,296</u>	<u>\$ 13,832,486</u>	<u>\$ 39,790,419</u>	<u>\$ 37,809,619</u>
Net transfers - in (out)	<u>\$ 1,799,204</u>	<u>\$ 2,218,086</u>	<u>\$ (1,799,204)</u>	<u>\$ (2,218,086)</u>	<u>\$ -</u>	<u>\$ -</u>
Change in net position	<u>\$ 16,431,049</u>	<u>\$ 9,262,453</u>	<u>\$ 2,215,131</u>	<u>\$ (1,335,146)</u>	<u>\$ 18,646,180</u>	<u>\$ 7,927,304</u>
Net position, beginning	<u>\$ 76,231,572</u>	<u>\$ 66,969,119</u>	<u>\$ 17,091,030</u>	<u>\$ 18,426,176</u>	<u>\$ 93,322,602</u>	<u>\$ 85,395,295</u>
Net position, ending	<u>\$ 92,662,621</u>	<u>\$ 76,231,572</u>	<u>\$ 19,306,161</u>	<u>\$ 17,091,030</u>	<u>\$ 111,968,782</u>	<u>\$ 93,322,599</u>

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

Business-Type Activities

The business-type activities of the Town are those that charge a fee to customers for the services provided. The Town has two business-type activities, which are accounted for as enterprise funds. The Town uses enterprise funds to account for the revenues and expenses related to the provision of gas, electric, water, and sewer services (combined utility fund), and for the rental of the Bryant Hammett Conference and Convention Center (Riverfront Development Fund).

The following is a summary of the Utility Fund (business-type activity) of the Town.

	Operating Revenues Net of Purchases and Sales Tax					Total Utility
	Gas	Electric	Water	Sewer	Office	
Fiscal year ended June 30, 2024	\$ 967,760	\$ 3,994,849	\$ 848,694	\$ 657,993	\$ -	\$ 6,469,296
Fiscal year ended June 30, 2025	915,204	3,538,091	834,968	574,834	-	5,863,097
Increase (decrease) between years	<u>\$ (52,556)</u>	<u>\$ (456,758)</u>	<u>\$ (13,726)</u>	<u>\$ (83,159)</u>	<u>\$ -</u>	<u>\$ (606,199)</u>
	Operating Expenses					Total Utility
	Gas	Electric	Water	Sewer	Office	
Fiscal year ended June 30, 2024	\$ 612,724	\$ 2,190,258	\$ 1,499,997	\$ 470,062	\$ 140,565	\$ 4,913,606
Fiscal year ended June 30, 2025	624,805	2,684,417	1,575,362	464,867	139,012	5,488,463
Increase (decrease) between years	<u>\$ 12,081</u>	<u>\$ 494,159</u>	<u>\$ 75,365</u>	<u>\$ (5,195)</u>	<u>\$ (1,553)</u>	<u>\$ 574,857</u>
						Total Utility
	Gas	Electric	Water	Sewer	Office	
Fiscal year ended June 30, 2024	\$ 355,036	\$ 1,804,591	\$ (651,303)	\$ 187,931	\$ (140,565)	\$ 1,555,690
Fiscal year ended June 30, 2025	290,399	853,674	(740,394)	109,967	(139,012)	374,634
Increase (decrease) between years	<u>\$ (64,637)</u>	<u>\$ (950,917)</u>	<u>\$ (89,091)</u>	<u>\$ (77,964)</u>	<u>\$ 1,553</u>	<u>\$ (1,181,056)</u>

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

Business-Type Activities (continued)

The reasons for major fluctuations previously noted are as follows:

Net income from utility fund operations decreased \$1,181,056 from \$1,555,690 in the previous year to \$374,634 in the current year.

Net operating transfers out were \$2,395,204, decreasing the utility fund net income by \$2,395,204.

Fund Financial Statements - Governmental Funds

The fund financial statements provide more detailed information about the Town's most significant funds, not the Town as a whole. Funds are accounting devices that the Town uses to keep track of specific sources of funding and spending for a particular purpose.

The Town maintains four individual governmental fund types. These fund types are general, special revenue, debt service, and capital projects funds. Information is presented separately in the Governmental Funds Balance Sheet (Statement C) and in the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances (Statement E) for the general fund, sales tax fund, and hydro royalty fund, which are considered to be major funds. Transactions of the remaining governmental funds are combined and shown as other governmental funds on these statements. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining financial statements in the Other Information portion of this report, beginning on page 61.

The Town adopts an annual budget for its governmental funds. A statement of revenues, expenditures, and changes in fund balance for the general fund is presented in the Basic Financial Statements Section, which compares actual revenues and expenditures to the original budget and amended budget figures. Budgeted amounts for the remainder of the governmental funds are presented in the individual fund statements.

Financial Analysis of the Town's Governmental Funds

The Town's governmental funds reported combined ending fund balances of \$47,817,878, which is an increase of \$11,288,854. This increase was primarily attributable to an increase in Hydro Royalty Fund revenues.

Fund Financial Statements - Proprietary Funds

The Town maintains two proprietary funds. Proprietary funds are used to report the same functions as business-type activities. The Town uses enterprise funds (the first type of proprietary fund) to account for its combined gas, electric, water, and sewer operations and a second enterprise fund to account for the operations of the Bryant Hammett Conference and Convention Center. These enterprise funds report the same functions presented as business-type activities in the government-wide financial statements.

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

Fund Financial Statements – Proprietary Funds (continued)

Financial Analysis of the Town's Proprietary Funds

The Town's utility operation proprietary funds shows an increase in ending fund balance of \$2,215,131. Overall, all departments' operating incomes decreased in total \$1,181,056 from 2024. The biggest contributor to the decrease was the electric department. The increase in fund balance is primarily attributed to grant funds received from the State of Louisiana in the amount of \$4,190,240 in 2025.

The Town's Riverfront Development Fund's addition to the business-type activities resulted in an increase of fund balance in the amount of \$43,060, after \$596,000 in transfers from other funds.

In that financial statements of enterprise funds are presented on the same basis of accounting as in both the government-wide financial statements and the individual fund statements, all comments and analyses made under business-type activities apply to these funds.

Capital Asset and Debt Administration

The total investment in net capital assets as of June 30, 2025, is \$77,980,496, as compared to \$67,455,200 as of the end of the previous fiscal year.

As of June 30, 2025, the Town's total outstanding debt was \$2,886,679. Principal payments of \$535,086 are due during the upcoming fiscal year. These obligations are financed through a 1% sales tax collected within the corporate limits of Vidalia, excess hydro funds, and general surplus revenues.

Budgetary Highlights

Actual general fund revenues for the year ended June 30, 2025, were over budgeted revenues by \$164,452. Actual general fund expenditures were under total budgeted expenditures by \$31,522. Actual hydro royalty fund revenues for the year ended June 30, 2025, were over budgeted revenues by \$7,051. Actual hydro royalty fund expenditures were under total budgeted expenditures by \$128,297. Actual sales tax fund revenues for the year ended June 30, 2025, were under budgeted revenues by \$47,395. Actual sales tax fund expenditures were over total budgeted expenditures by \$22,553.

Current Financial Factors

The Town maintained its gas and electric rates, as mandated by ordinance. The Town imposes a power cost adjustment to all electric customer's bill which fluctuates over time. The gas rate is determined each month based on budgetary factors. The utility fund was able to generate net revenues of \$374,634. \$7,369,233 was transferred for the support of general fund activities. Net revenues from the hydro royalty fund were used for the support of the utility fund activities. During the fiscal year just ended, the hydro royalty fund provided \$5,537,230 towards the operations of the utility fund as compared to \$3,740,616 in the previous year.

In the event that the net revenues of the hydro royalty fund would decrease due to a low water/low production year, the Town has established reserves and closely manages operating expenses, which will help to support the general and utility fund activities without cutting services to the Town's citizens.

TOWN OF VIDALIA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2025

Requests for Information

This financial report is designed to provide a general overview of the Town's finances for all with an interest in the government's operations. Questions concerning any of the information provided in this report or requests for additional information should be addressed to Debra Moak, Town Accountant, Post Office Box 2010, Vidalia, Louisiana 71373.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

TOWN OF VIDALIA, LOUISIANA

STATEMENT OF NET POSITION

JUNE 30, 2025

	Governmental Activities	Business- Type Activities	Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ 4,424,511	\$ 26,843	\$ 4,451,354
Receivables (net of allowances for uncollectibles)	322,494	3,054,387	3,376,881
Internal balances	2,955,020	(2,955,020)	-
Due from other agencies	10,110,785	-	10,110,785
Due from other governments	36,828	-	36,828
Restricted assets	33,021,021	449,746	33,470,767
Other assets	57,010	671	57,681
Capital assets (net)	51,818,551	26,161,945	77,980,496
Total assets	<u>\$ 102,746,220</u>	<u>\$ 26,738,572</u>	<u>\$ 129,484,792</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
	<u>\$ 2,896,537</u>	<u>\$ -</u>	<u>\$ 2,896,537</u>
<u>LIABILITIES</u>			
Accounts, salaries, and other payables	\$ 2,720,259	\$ 5,047,021	\$ 7,767,280
Payable from restricted assets	-	449,746	449,746
Accrued liabilities	252,800	-	252,800
Other liabilities	136,732	-	136,732
Compensated absences payable	675,255	-	675,255
Lease payable, due within one year	374,781	160,305	535,086
Revenue bonds, due within one year	-	-	-
Lease payable, due beyond one year	576,254	312,761	889,015
Revenue bonds, due beyond one year	-	1,462,578	1,462,578
Net pension liability	7,907,831	-	7,907,831
Total liabilities	<u>\$ 12,643,912</u>	<u>\$ 7,432,411</u>	<u>\$ 20,076,323</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
	<u>\$ 336,224</u>	<u>\$ -</u>	<u>\$ 336,224</u>
<u>NET POSITION</u>			
Invested in capital assets, net of related debt	\$ 50,867,516	\$ 24,226,301	\$ 75,093,817
Restricted for:			
Debt service	-	-	-
Capital projects	(317,530)	-	(317,530)
Special revenues	33,021,021	-	33,021,021
Unrestricted	9,091,614	(4,920,140)	4,171,474
Total net position	<u>\$ 92,662,621</u>	<u>\$ 19,306,161</u>	<u>\$ 111,968,782</u>

TOWN OF VIDALIA, LOUISIANA

STATEMENT B

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2025

	Expenses	Program Revenues			Net (Expenses)/ Revenues	Net (Expenses), Revenues, and Changes		Total
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions		Governmental Activities	Business-Type Activities	
Governmental Activities								
General government	\$ 14,055,951	\$ 2,331,373	\$ -	\$ -	\$ (11,724,578)	\$ (11,724,578)	\$ -	\$ (11,724,578)
Public safety	6,712,339	113,997	3,244,947	-	(3,353,395)	(3,353,395)	-	(3,353,395)
Public works	3,340,724	577,632	-	-	(2,763,092)	(2,763,092)	-	(2,763,092)
Economic development	431,051	-	9,570	-	(421,481)	(421,481)	-	(421,481)
Interest on long-term debt	58	-	-	-	(58)	(58)	-	(58)
Total governmental activities	\$ 24,540,123	\$ 3,023,002	\$ 3,254,517	\$ -	\$ (18,262,604)	\$ (18,262,604)	\$ -	\$ (18,262,604)
Business-Type Activities								
Gas	\$ 2,313,046	\$ 2,595,210	\$ -	\$ -	\$ 282,164	\$ -	\$ 282,164	\$ 282,164
Electric	10,136,434	10,977,719	-	-	841,285	-	841,285	841,285
Water	1,582,221	834,968	-	-	(747,253)	-	(747,253)	(747,253)
Sewer	576,396	574,834	-	-	(1,562)	-	(1,562)	(1,562)
Convention Center	642,199	89,245	-	-	(552,954)	-	(552,954)	(552,954)
Total business-type activities	\$ 15,250,296	\$ 15,071,976	\$ -	\$ -	\$ (178,320)	\$ -	\$ (178,320)	\$ (178,320)
Total	\$ 39,790,419	\$ 18,094,978	\$ 3,254,517	\$ -	\$ (18,440,924)	\$ (18,262,604)	\$ (178,320)	\$ (18,440,924)
General Revenue								
Property taxes						\$ 142,752	\$ -	\$ 142,752
Sales taxes						3,920,187	-	3,920,187
Franchise taxes						14,232	-	14,232
Beer taxes						9,150	-	9,150
Occupational licenses						237,382	-	237,382
Investment earnings						1,235,203	2,415	1,237,618
Hydro royalties						26,842,350	-	26,842,350
Other general revenues						493,193	4,190,240	4,683,433
Transfers						1,799,204	(1,799,204)	-
Total general revenues and transfers						\$ 34,693,653	\$ 2,393,451	\$ 37,087,104
Change in net position						\$ 16,431,049	\$ 2,215,131	\$ 18,646,180
Net position - beginning						\$ 76,231,572	\$ 17,091,030	\$ 93,322,602
Net position - ending						\$ 92,662,621	\$ 19,306,161	\$ 111,968,782

FUND FINANCIAL STATEMENTS

GOVERNMENTAL FUNDS

TOWN OF VIDALIA, LOUISIANA

STATEMENT C

BALANCE SHEET
GOVERNMENTAL FUNDS

JUNE 30, 2025

	Major Funds							Total Governmental Funds
	General Fund	Hydro Royalty Fund	Sales Tax Fund	ARPA Fund	Port Access Fund	USDA Debt Reserve Fund	Other Governmental Funds	
ASSETS								
Cash	\$ 1,916,592	\$ 33,021,021	\$ 729,021	\$ 894,598	\$ 945	\$ -	\$ 883,355	\$ 37,445,532
Receivables (net of allowances for uncollectibles)	110,582	827	156,242	-	-	-	54,843	322,494
Prepays	57,010	-	-	-	-	-	-	57,010
Due from other agencies	-	9,900,000	-	-	210,186	-	599	10,110,785
Due from other governments	32,424	-	1,213	-	-	-	3,191	36,828
Due from other funds	50,193	3,174,169	87,397	-	-	-	745,989	4,057,748
Total assets	<u>\$ 2,166,801</u>	<u>\$ 46,096,017</u>	<u>\$ 973,873</u>	<u>\$ 894,598</u>	<u>\$ 211,131</u>	<u>\$ -</u>	<u>\$ 1,687,977</u>	<u>\$ 52,030,397</u>
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ 287,595	\$ 1,171,192	\$ 55,910	\$ 846,077	\$ 274,244	\$ -	\$ 85,241	\$ 2,720,259
Accrued liabilities	237,242	-	-	-	-	-	15,558	252,800
Due to other funds	27,015	3,000	543,589	-	260,500	-	268,624	1,102,728
Other liabilities	-	-	-	-	-	-	136,732	136,732
Total liabilities	<u>\$ 551,852</u>	<u>\$ 1,174,192</u>	<u>\$ 599,499</u>	<u>\$ 846,077</u>	<u>\$ 534,744</u>	<u>\$ -</u>	<u>\$ 506,155</u>	<u>\$ 4,212,519</u>
Fund balances:								
Restricted:								
Capital projects	\$ -	\$ -	\$ -	\$ -	\$ (323,613)	\$ -	\$ 6,083	\$ (317,530)
Debt service	-	-	-	-	-	-	-	-
Special revenue funds	-	33,021,021	-	-	-	-	-	33,021,021
Committed funds, reported in:								
Special revenue funds	-	11,900,804	-	-	-	-	-	11,900,804
Assigned, special revenue	-	-	374,374	48,521	-	-	1,175,739	1,598,634
Unassigned, reported in:								
General fund	1,614,949	-	-	-	-	-	-	1,614,949
Total fund balances	<u>\$ 1,614,949</u>	<u>\$ 44,921,825</u>	<u>\$ 374,374</u>	<u>\$ 48,521</u>	<u>\$ (323,613)</u>	<u>\$ -</u>	<u>\$ 1,181,822</u>	<u>\$ 47,817,878</u>
Total liabilities and fund balances	<u>\$ 2,166,801</u>	<u>\$ 46,096,017</u>	<u>\$ 973,873</u>	<u>\$ 894,598</u>	<u>\$ 211,131</u>	<u>\$ -</u>	<u>\$ 1,687,977</u>	<u>\$ 52,030,397</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION

JUNE 30, 2025

Fund Balances, Total Governmental Funds (Statement C)		\$	47,817,878
Amounts reported for governmental activities in the Statement of Net Position are different because:			
Net capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.			51,818,551
Deferred outflows and inflows are not financial resources or currently payable.			
Deferred outflows	\$	2,896,537	
Deferred inflows		(336,224)	2,560,313
			<hr/>
Long-term liabilities including bonds payable are not due and payable in the current period and, therefore, are not reported in the governmental funds.			
Lease payable	\$	(951,035)	
Compensated absences payable		(675,255)	
Net pension liability		(7,907,831)	(9,534,121)
			<hr/>
Net Position of Governmental Activities (Statement A)		\$	<u>92,662,621</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2025

	Major Funds							Total Governmental Funds
	General Fund	Hydro Royalty Fund	Sales Tax Fund	ARPA Fund	Port Access Fund	USDA Debt Reserve Fund	Other Governmental Funds	
REVENUES								
Taxes:								
Ad valorem	\$ 142,752	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 142,752
Sales and use	-	-	2,953,342	-	-	-	966,845	3,920,187
Other taxes, penalties, interest, etc.	14,232	-	-	-	-	-	-	14,232
Licenses and permits	246,531	-	-	-	-	-	-	246,531
Intergovernmental revenues:								
State	549,139	-	-	-	2,648,261	-	57,117	3,254,517
Fines and forfeitures	51,030	-	-	-	-	-	62,967	113,997
Charges for services	577,632	2,331,373	-	-	-	-	-	2,909,005
Investment earnings	80,523	1,118,328	4,263	31,341	421	-	327	1,235,203
Hydro royalties	-	26,842,350	-	-	-	-	-	26,842,350
Other revenues	343,913	-	-	-	-	-	149,280	493,193
Total revenues	\$ 2,005,752	\$ 30,292,051	\$ 2,957,605	\$ 31,341	\$ 2,648,682	\$ -	\$ 1,236,536	\$ 39,171,967
EXPENDITURES								
General government	\$ 2,367,689	\$ 10,891,703	\$ -	\$ -	\$ 54,114	\$ -	\$ 534,283	\$ 13,847,789
Public safety:								
Police	3,718,520	-	-	-	-	-	-	3,718,520
Fire	2,172,369	-	-	-	-	-	-	2,172,369
Ambulance	-	-	-	-	-	-	851,503	851,503
Public works:								
Streets	1,996,281	-	98,605	-	-	-	-	2,094,886
Sanitation	742,823	-	-	-	-	-	-	742,823
Mechanic shop	370,749	-	-	-	-	-	-	370,749
Capital outlay	182,783	1,642,122	1,144,948	-	2,796,799	-	14,310	5,780,962
Debt service:								
Principal	102,659	-	-	-	-	-	-	102,659
Interest and fiscal fees	58	-	-	-	-	-	-	58
Total expenditures	\$ 11,653,931	\$ 12,533,825	\$ 1,243,553	\$ -	\$ 2,850,913	\$ -	\$ 1,400,096	\$ 29,682,318
Excess of revenues (expenditures)	\$ (9,648,179)	\$ 17,758,226	\$ 1,714,052	\$ 31,341	\$ (202,231)	\$ -	\$ (163,560)	\$ 9,489,649

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2025

	Major Funds							Total Governmental Funds
	General Fund	Hydro Royalty Fund	Sales Tax Fund	ARPA Fund	Port Access Fund	USDA Debt Reserve Fund	Other Governmental Funds	
<u>OTHER FINANCING SOURCES (USES)</u>								
Transfers - in	\$ 9,839,875	\$ -	\$ -	\$ -	\$ 276,383	\$ -	\$ 135,731	\$ 10,251,989
Transfers - out	<u>(205,555)</u>	<u>(6,087,230)</u>	<u>(2,160,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(8,452,785)</u>
Total other financing sources (uses)	<u>\$ 9,634,320</u>	<u>\$ (6,087,230)</u>	<u>\$ (2,160,000)</u>	<u>\$ -</u>	<u>\$ 276,383</u>	<u>\$ -</u>	<u>\$ 135,731</u>	<u>\$ 1,799,204</u>
Net change in fund balance	<u>\$ (13,859)</u>	<u>\$ 11,670,996</u>	<u>\$ (445,948)</u>	<u>\$ 31,341</u>	<u>\$ 74,152</u>	<u>\$ -</u>	<u>\$ (27,829)</u>	<u>\$ 11,288,853</u>
Fund balances - beginning	<u>\$ 1,628,808</u>	<u>\$ 33,250,829</u>	<u>\$ 820,322</u>	<u>\$ 17,180</u>	<u>\$ (397,765)</u>	<u>\$ -</u>	<u>\$ 1,209,651</u>	<u>\$ 36,529,025</u>
Fund balances - ending	<u><u>\$ 1,614,949</u></u>	<u><u>\$ 44,921,825</u></u>	<u><u>\$ 374,374</u></u>	<u><u>\$ 48,521</u></u>	<u><u>\$ (323,613)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,181,822</u></u>	<u><u>\$ 47,817,878</u></u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2025

Net Changes in Fund Balances, Total Governmental Funds (Statement E)	\$ 11,288,853
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period and the cost of asset disposals.	4,320,374
Net pension expense is reported in governmental funds as expenditures as they are paid; however, in the statement of activities, the net position expense is reported according to estimates required by GASB 68. This is the amount that the pension estimate exceeds the pension expenses paid in the current year.	875,838
The issuance of long-term liabilities provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds. Neither transaction has an effect on net position. This amount is the net effect of those differences in the treatment of long-term liabilities and other related items, including leases payable.	(52,905)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This amount is the net effect of these differences in the treatment of interest paid on debt and current year additions to compensated absences.	<u>(1,111)</u>
Change in Net Position of Governmental Activities (Statement B)	<u>\$ 16,431,049</u>

The accompanying notes are an integral part of this financial statement.

PROPRIETARY FUNDS

TOWN OF VIDALIA, LOUISIANA

STATEMENT OF NET POSITION
PROPRIETARY FUNDS

JUNE 30, 2025

	Business-Type Activities		
	Utility Fund	Riverfront Development Fund	Total Enterprise Funds
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 28,034	\$ (1,191)	\$ 26,843
Receivables (net of allowances for uncollectibles)	3,054,387	-	3,054,387
Prepays	-	671	671
Due from other funds	29,003	242,570	271,573
Total current assets	<u>\$ 3,111,424</u>	<u>\$ 242,050</u>	<u>\$ 3,353,474</u>
Noncurrent assets:			
Restricted assets:			
Cash	\$ 449,746	\$ -	\$ 449,746
Capital assets (net)	20,079,244	6,082,701	26,161,945
Total noncurrent assets	<u>\$ 20,528,990</u>	<u>\$ 6,082,701</u>	<u>\$ 26,611,691</u>
Total assets	<u>\$ 23,640,414</u>	<u>\$ 6,324,751</u>	<u>\$ 29,965,165</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 4,744,172	\$ 14,830	\$ 4,759,002
Accrued liabilities	229,129	58,890	288,019
Due to other funds	3,225,301	1,292	3,226,593
Lease liability, due within one year	140,110	20,195	160,305
Revenue bonds, due within one year	-	-	-
Total current liabilities	<u>\$ 8,338,712</u>	<u>\$ 95,207</u>	<u>\$ 8,433,919</u>
Current liabilities payable from restricted assets:			
Consumer deposits	\$ 449,746	\$ -	\$ 449,746
Total current liabilities payable from restricted assets	<u>\$ 449,746</u>	<u>\$ -</u>	<u>\$ 449,746</u>
Long-term liabilities			
Lease liability, due beyond one year	\$ 269,134	\$ 43,627	\$ 312,761
Revenue bonds, due beyond one year	1,462,578	-	1,462,578
Total long-term liabilities	<u>\$ 1,731,712</u>	<u>\$ 43,627</u>	<u>\$ 1,775,339</u>
Total liabilities	<u>\$ 10,520,170</u>	<u>\$ 138,834</u>	<u>\$ 10,659,004</u>
NET POSITION			
Invested in capital assets, net of related debt	\$ 18,207,422	\$ 6,018,879	\$ 24,226,301
Unrestricted	(5,087,178)	167,038	(4,920,140)
Total net position	<u>\$ 13,120,244</u>	<u>\$ 6,185,917</u>	<u>\$ 19,306,161</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2025

	Business-Type Activities		
	Utility Fund	Riverfront Development Fund	Total Enterprise Funds
<u>OPERATING REVENUES</u>			
Charges for services:			
Gas sales	\$ 2,595,210	\$ -	\$ 2,595,210
Electricity sales	10,970,954	-	10,970,954
Water sales	834,968	-	834,968
Sewer charges	574,834	-	574,834
Rental charges	-	83,432	83,432
Other services	6,765	5,813	12,578
Total operating revenues	<u>\$ 14,982,731</u>	<u>\$ 89,245</u>	<u>\$ 15,071,976</u>
<u>OPERATING EXPENSES</u>			
Purchases and sales tax	\$ 9,119,634	\$ -	\$ 9,119,634
Salaries and benefits	2,955,189	273,239	3,228,428
Materials and supplies	872,423	36,196	908,619
Other services and charges	881,743	241,103	1,122,846
Depreciation and amortization	779,108	91,661	870,769
Total operating expenses	<u>\$ 14,608,097</u>	<u>\$ 642,199</u>	<u>\$ 15,250,296</u>
Operating income (loss)	<u>\$ 374,634</u>	<u>\$ (552,954)</u>	<u>\$ (178,320)</u>
Nonoperating income			
Investment earnings	\$ 2,401	\$ 14	\$ 2,415
Intergovernmental revenues:			
State	4,190,240	-	4,190,240
Other	-	-	-
Total nonoperating income	<u>\$ 4,192,641</u>	<u>\$ 14</u>	<u>\$ 4,192,655</u>
Income (loss) before transfers	<u>\$ 4,567,275</u>	<u>\$ (552,940)</u>	<u>\$ 4,014,335</u>
<u>OPERATING TRANSFERS AND CONTRIBUTIONS</u>			
Transfers - in	5,657,229	596,000	6,253,229
Transfers - out	(8,052,433)	-	(8,052,433)
Change in net position	<u>\$ 2,172,071</u>	<u>\$ 43,060</u>	<u>\$ 2,215,131</u>
Total net position - beginning	<u>\$ 10,948,173</u>	<u>\$ 6,142,857</u>	<u>\$ 17,091,030</u>
Total net position - ending	<u>\$ 13,120,244</u>	<u>\$ 6,185,917</u>	<u>\$ 19,306,161</u>

The accompanying notes are an integral part of this financial statement.

TOWN OF VIDALIA, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Business-Type Activities		
	Utility Fund	Riverfront Development Fund	Total Enterprise Funds
Cash flows from operating activities			
Receipts from customers and users	\$ 14,247,869	\$ 89,245	\$ 14,337,114
Payments to suppliers	(7,174,949)	(381,130)	(7,556,079)
Payments to employees	(2,965,194)	(269,930)	(3,235,124)
Net cash provided by (used for) operating activities	<u>\$ 4,107,726</u>	<u>\$ (561,815)</u>	<u>\$ 3,545,911</u>
Cash flows from noncapital financing activities			
Net change in amounts due from/to other funds	\$ 713,321	\$ (256)	\$ 713,065
Intergovernmental revenue	4,190,240	-	4,190,240
Transfers from other funds	5,657,229	596,000	6,253,229
Transfers to other funds	(8,052,433)	-	(8,052,433)
Net cash provided by (used for) noncapital financing activities	<u>\$ 2,508,357</u>	<u>\$ 595,744</u>	<u>\$ 3,104,101</u>
Cash flows from capital and related financing activities			
Issuance (repayment) of long-term debt	\$ 629,241	\$ 23,866	\$ 653,107
Purchases of fixed assets	(7,542,220)	(53,003)	(7,595,223)
Net cash provided by (used for) capital and related financing activities	<u>\$ (6,912,979)</u>	<u>\$ (29,137)</u>	<u>\$ (6,942,116)</u>
Cash flows from investing activities			
Interest on temporary investments	\$ 2,401	\$ 14	\$ 2,415
Net cash provided by investing activities	<u>\$ 2,401</u>	<u>\$ 14</u>	<u>\$ 2,415</u>
Net increase (decrease) in cash and cash equivalents	\$ (294,495)	\$ 4,806	\$ (289,689)
Cash and cash equivalents, beginning of year	772,275	(5,997)	766,278
Cash and cash equivalents, end of year	<u>\$ 477,780</u>	<u>\$ (1,191)</u>	<u>\$ 476,589</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities			
Operating income (loss)	<u>\$ 374,634</u>	<u>\$ (552,954)</u>	<u>\$ (178,320)</u>
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities			
Depreciation and amortization	\$ 779,108	\$ 91,661	\$ 870,769
Change in assets and liabilities			
Increase in accounts receivable	(743,288)	-	(743,288)
Decrease in other assets	-	(3)	(3)
Increase (decrease) in accounts payable and overdrafts	3,698,851	(103,828)	3,595,023
Increase (decrease) in accrued liabilities and deposits	(1,579)	3,309	1,730
Total adjustments	<u>\$ 3,733,092</u>	<u>\$ (8,861)</u>	<u>\$ 3,724,231</u>
Net cash provided by (used for) operating activities	<u>\$ 4,107,726</u>	<u>\$ (561,815)</u>	<u>\$ 3,545,911</u>

NOTES TO THE FINANCIAL STATEMENTS

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Town of Vidalia, Louisiana (the Town) was incorporated April 1, 1901, under the provisions of the Lawrason Act. The Town operates under the Mayor/Board of Aldermen form of government and provides the following services as authorized by the Lawrason Act: public safety (police, fire, and ambulance); streets; sanitation; health; culture-recreation; public improvements; planning and zoning; provision of gas, electric, and water utilities; sewer services; and general administrative services.

The accounting and reporting policies of the Town conform to generally accepted accounting principles as applicable to governments in the United States of America.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

This report includes all funds and account groups which are controlled by or dependent on the Town's executive and legislative branches (the Mayor and Board of Aldermen). The scope of the governmental entity included in this report was determined by applying the criteria established by GASB Statement 14.

The application of these criteria revealed no additional governmental reporting entities, which would be properly included in these financial statements.

The Town Marshall's balances and transactions are accounted for in the Town Marshall Fund.

B. Basis of Presentation

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

TOWN OF VIDALIA, LOUISIANA
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

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

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

The municipality reports the following major governmental funds:

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

The Hydro Royalty Fund is used to account for the revenues and expenses of the Town's participation in the hydroelectric project.

The Sales Tax Fund is used to account for the collection and expenditure of sales tax revenues as provided by ordinance.

The Port Access Fund is used to account for capital outlay projects related to Port infrastructure and facilities.

The ARPA Fund is used to account for proceeds of grants received as part of the American Rescue Plan Act.

The USDA Debt Reserve Fund is used to account for the accumulation of resources for, and the payment of, principal and interest on USDA debt obligations.

The municipality reports the following major proprietary funds:

The Utility Fund is used to account for the provision of gas, electric, and water utilities, as well as sewer services to residents of the Town and some residents of the Parish. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, related debt service, and billing and collection.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

The Riverfront Development Fund is used to account for the collection and expenditure of revenues earned from the rental of the Town's conference and convention center.

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

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal on-going operations. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

D. Cash and Cash Equivalents

The municipality's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of six months or less from the date of acquisition. State law and the municipality's investment policy allow the municipality to invest in collateralized certificates of deposit, government-backed securities, commercial paper, the state-sponsored investment pool, and mutual funds consisting solely of government-backed securities.

E. Receivables and Payables

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

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Receivables and Payables (continued)

All trade and property tax receivables are shown net of an allowance for uncollectible accounts. Uncollectible amounts due for ad valorem taxes and customers' utility receivables are recognized through the establishment of an allowance account at the time information becomes available, which would indicate the collectability of the particular receivable.

The Town annually levies ad valorem taxes in accordance with state statute for the fiscal year ended June 30. Tax bills are prepared and delivered in October with payment due from the date of receipt to the last day of February. Because of the due dates noted previously, ad valorem taxes are not considered to be available resources of the fiscal year to which they apply and are, therefore, not accrued at the end of the fiscal year.

The Town bills and collects its own property taxes using the assessed values determined by the Tax Assessor of Concordia Parish. For the year ended June 30, 2025, taxes of 3.20 mills were levied on property with assessed valuations totaling \$50,889,150 after abatements and exemptions and were dedicated as follows:

General corporate purposes		3.20 mills
Total taxes levied were	\$	141,374

F. Inventories

Since inventories of the proprietary fund consist of items normally capitalized upon acquisition, amounts considered in the computation of operating expenses are immaterial and, therefore, not reflected.

G. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

H. Restricted Assets

Restricted assets were applicable to the following at June 30, 2025:

Hydro Royalty Fund Cash and Equivalents - Governmental Activities		\$ 33,021,021
Consumer deposits - Business-Type Activities		<u>449,746</u>
Total	\$	<u>33,470,767</u>

I. Capital Assets

Capital acquisitions and construction are reflected as expenditures in the Governmental Fund statements, and the related assets are reported as capital assets in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost, or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The municipality maintains a threshold level of \$2,500 or more for capitalizing capital assets. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

TOWN OF VIDALIA, LOUISIANA
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

I. Capital Assets (continued)

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

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

<u>Description</u>	<u>Estimated Lives</u>
Streets and parking areas	15 - 40 Years
Improvements other than buildings	10 - 40 Years
Buildings and structures	10 - 40 Years
Machinery and equipment	5 - 10 Years

J. Compensated Absences

The Town has implemented GASB Statement 16, *Accounting for Compensated Absences*. Under GASB Statement 16, a liability for unpaid vacation that is attributable to services already rendered and that is not contingent on a specific event that is outside the control of the employer and employee is accrued as employees earn the rights to benefits.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

K. Long-Term Obligations

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

L. Equity Classification

Equity is classified as net position and displayed in three components: (1) invested in capital assets, net of related debt - consists of capital assets, net of accumulated depreciation and reduced by outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets; (2) restricted net position - consists of net position with constraints placed on the use either by (a) external groups such as creditors, grantors, contributions or laws or regulations of other governments, or (b) law through constitutional provisions or enabling legislation; and (3) unrestricted net position - all other net position that does not meet the definition of "restricted" or "invested in capital assets, net of related debt."

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. Equity Classification (continued)

The government-wide statement of net position reports \$32,703,491 of restricted net position, all of which is restricted by enabling legislation.

Beginning with fiscal year 2012, the Town implemented GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance - amounts that are not in a spendable form (such as inventory) or are required to be maintained intact;
- Restricted fund balance - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- Committed fund balance - amounts constrained to specific purposes by a government itself using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- Assigned fund balance - amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- Unassigned fund balance - amounts that are available for any purpose; positive amounts are reported only in the general fund.

The Board of Aldermen establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Board of Aldermen through adoption or amendment of the budget as intended for a specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, and unassigned. Proprietary fund equity is classified the same as in the government-wide statements.

TOWN OF VIDALIA, LOUISIANA
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the 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.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

The Town follows procedures established by Louisiana Revised Statute in the preparation and adoption of its annual operating budgets as follows:

1. The Town Accountant prepares a proposed budget and submits same to the Mayor and Board of Aldermen no later than 15 days prior to the beginning of each fiscal year.
2. 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.
3. A public hearing is held on the proposed budget at least 10 days after publication of the call for the hearing.
4. 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.
5. Budgetary amendments involving the transfer of funds from one department, program, or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for the General, Special Revenue, Debt Service, and Capital Projects Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budget amounts are as originally adopted, or as amended from time to time by the Board of Aldermen.

The following individual funds had a deficit in unassigned or restricted fund balance at June 30, 2025:

Fund	Deficit Amount
Port Access Fund	\$ 323,613

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 3 - CASH AND CASH EQUIVALENTS

At June 30, 2025, the municipality has cash and cash equivalents (book balances) as follows:

Cash on hand and NSF checks	\$	1,990
Demand deposits		3,858,764
Louisiana Asset Management Pool		20,620,129
Time deposits		<u>13,441,238</u>
Total	\$	<u>37,922,121</u>

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties. At June 30, 2025, the municipality has \$38,268,382 in deposits (collected bank balances). These deposits are secured from risk by \$751,527 of federal deposit insurance, \$9,500,000 in letters of credit issued by Federal Home Loan Bank, and \$34,389,296 of pledged securities held by the custodial banks in the name of the fiscal agent bank (GASB Category 3).

Though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, R.S. 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the municipality that the fiscal agent has failed to pay deposited funds upon demand.

The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the Proprietary Funds' Statement of Revenues, Expenses, and Changes in Net Position that sum to the total of the same such amounts shown in the Statement of Cash Flows.

Cash and cash equivalents	\$	26,843
Restricted cash		<u>449,746</u>
Total cash, cash equivalents, and restricted cash shown in the Statement of Cash Flows	\$	<u>476,589</u>

Amounts shown in restricted cash represent those required to be set aside for utility consumer deposits.

Louisiana Asset Management Pool

The Town invested \$20,620,129 and \$18,681,959 as of June 30, 2025 and June 30, 2024, respectively, in the Louisiana Asset Management Pool (LAMP), Inc., a local government investment pool. LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short-term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LA - R.S. 33:2955.

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

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 3 - CASH AND CASH EQUIVALENTS (continued)

LAMP is an investment pool that, to the extent practical, invest in a manner consistent with GASB Statement No. 79. The following facts are relevant for investment pools:

- Credit risk: LAMP is rated AAAM by Standard & Poor's.
- Custodial credit risk: LAMP participants' investments in the pool are evidenced by shares of the pool. Investments in pools should be disclosed, but not categorized because they are not evidenced by securities that exist in physical or book-entry form. The public entity's investment is with the pool, not the securities that make up the pool; therefore, no disclosure is required.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Interest rate risk: LAMP is designed to be highly liquid to give its participants immediate access to their account balances. LAMP prepares its own interest rate risk disclosure using the weighted average maturity (WAM) method. The WAM of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days or 762 days for U.S. Government floating/variable rate investments.
- Concentration of credit risk: Pooled investments are excluded from the 5 percent disclosure requirement.
- Foreign currency risk: Not applicable.

The investments in LAMP are stated at fair value. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the net asset value of the pool shares. LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

NOTE 4 - RECEIVABLES

The receivables of \$3,376,881 at June 30, 2025, are as follows:

<u>Class of Receivables</u>	<u>Governmental Funds</u>	<u>Business-Type Funds</u>	<u>Totals</u>
Taxes:			
Ad valorem	\$ 18,372	\$ -	\$ 18,372
Sales and use	195,303	-	195,303
Town Court	92,993	-	92,993
Utility accounts	92,210	3,243,091	3,335,301
Accrued interest	827	-	827
Allowance for uncollectibles	(77,211)	(188,704)	(265,915)
Totals	<u>\$ 322,494</u>	<u>\$ 3,054,387</u>	<u>\$ 3,376,881</u>

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 5 - DUE FROM OTHER GOVERNMENTS

Amounts due from other governmental units at June 30, 2025, consisted of the following:

Due From	General Fund
State of Louisiana	\$ 1,493
Concordia Parish	33,247
Other Agencies	2,088
Totals	<u>\$ 36,828</u>

NOTE 6 - INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

A summary of individual receivables and payables reflected as "Due To or Due From Other Funds" follows:

Fund	Interfund	
	Receivable	Payable
General Fund	\$ 50,193	\$ 27,015
Hydro Royalty Fund	3,174,169	3,000
Sales Tax Fund	87,397	543,589
Port Access Fund	-	260,500
Other Governmental Funds	745,989	268,624
Riverfront Development Fund	29,003	3,225,301
Utility Fund	242,570	1,292
Totals	<u>\$ 4,329,321</u>	<u>\$ 4,329,321</u>

Interfund transfers during the year ended June 30, 2024, were as follows:

Fund	Interfund Transfer	
	In	Out
General Fund	\$ 9,839,875	\$ 205,555
Hydro Royalty Fund	-	6,087,230
Sales Tax Fund	-	2,160,000
Port Access Fund	276,383	-
USDA Debt Reserve Fund	-	-
Other Governmental Funds	135,731	-
Riverfront Development Fund	596,000	-
Utility Fund	5,657,229	8,052,433
Totals	<u>\$ 16,505,218</u>	<u>\$ 16,505,218</u>

Transfers are primarily used to move funds from:

- * The Utility Fund to the General Fund to cover capital expenditures and general operations.
- * The Hydro Royalty Fund to the Utility Fund, as further described in Note 16.
- * The Sales Tax Fund to the General Fund to cover general operations.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 7 - CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended June 30, 2025, are as follows:

	Beginning Balance 6/30/2024	Increases	Decreases	Ending Balance 6/30/2025
<u>Governmental activities:</u>				
Capital assets, not being depreciated/amortized:				
Land	\$ 5,794,880	\$ -	\$ -	\$ 5,794,880
Construction in progress	317,129	3,368,297	(61,196)	3,624,230
Total capital assets, not being depreciated/amortized	<u>\$ 6,112,009</u>	<u>\$ 3,368,297</u>	<u>\$ (61,196)</u>	<u>\$ 9,419,110</u>
Capital assets being depreciated/amortized:				
Buildings and structures	\$ 26,111,419	\$ -	\$ -	\$ 26,111,419
Improvements other than buildings	13,958,780	637,819	-	14,596,599
Machinery and equipment	7,593,612	191,093	-	7,784,705
Streets and parking areas	18,500,910	1,644,948	-	20,145,858
Right of use assets	1,947,161	155,564	(365,104)	1,737,621
Total capital assets being depreciated/amortized	<u>\$ 68,111,882</u>	<u>\$ 2,629,424</u>	<u>\$ (365,104)</u>	<u>\$ 70,376,202</u>
Less accumulated depreciation for:				
Buildings and structures	\$ (3,939,995)	\$ (613,010)	\$ -	\$ (4,553,005)
Improvements other than buildings	(6,512,145)	(342,680)	-	(6,854,825)
Machinery and equipment	(5,471,971)	(182,759)	-	(5,654,730)
Streets and parking areas	(9,583,343)	(472,958)	-	(10,056,301)
Less accumulated amortization for:				
Right of use assets	(718,222)	(139,678)	-	(857,900)
Total accumulated depreciation/amortization	<u>\$ (26,225,676)</u>	<u>\$ (1,751,085)</u>	<u>\$ -</u>	<u>\$ (27,976,761)</u>
Total capital assets being depreciated/amortized, net	<u>\$ 41,886,206</u>	<u>\$ 878,339</u>	<u>\$ (365,104)</u>	<u>\$ 42,399,441</u>
Total assets, net	<u><u>\$ 47,998,215</u></u>	<u><u>\$ 4,246,636</u></u>	<u><u>\$ (426,300)</u></u>	<u><u>\$ 51,818,551</u></u>
<u>Business-type activities:</u>				
Capital assets, not being depreciated/amortized:				
Land	\$ 685,589	\$ -	\$ -	\$ 685,589
Construction in progress	5,571,004	3,066,088	-	8,637,092
Total capital assets, not being depreciated/amortized	<u>\$ 6,256,593</u>	<u>\$ 3,066,088</u>	<u>\$ -</u>	<u>\$ 9,322,681</u>
Capital assets being depreciated/amortized:				
Buildings and structures	\$ 7,761,524	\$ 201,415	\$ -	\$ 7,962,939
Improvements other than buildings	2,191,519	4,284,945	-	6,476,464
Machinery, equipment, and vehicles	22,672,978	-	-	22,672,978
Right of use assets	(169,398)	42,775	(30,185)	(156,808)
Total capital assets being depreciated/amortized	<u>\$ 32,456,623</u>	<u>\$ 4,529,135</u>	<u>\$ (30,185)</u>	<u>\$ 36,955,573</u>

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 7 - CAPITAL ASSETS (continued)

	Beginning Balance 6/30/2024	Increases	Decreases	Ending Balance 6/30/2025
Less accumulated depreciation for:				
Buildings and structures	\$ (1,120,982)	\$ (147,448)	\$ -	\$ (1,268,430)
Improvements other than buildings	(126,180)	(103,982)	-	(230,162)
Machinery and equipment	(18,762,960)	(489,980)	-	(19,252,940)
Less accumulated amortization for:				
Right of use assets	(169,398)	(148,853)	-	(318,251)
Total accumulated depreciation/amortization	\$ (20,179,520)	\$ (890,263)	\$ -	\$ (21,069,783)
Total capital assets being depreciated/amortized, net	\$ 13,200,392	\$ 3,638,872	\$ -	\$ 16,839,264
 Total capital assets, net	 \$ 19,456,985	 \$ 6,704,960	 \$ -	 \$ 26,161,945

Depreciation and amortization expense of \$1,751,085 for the year ended June 30, 2025, was charged to the following governmental functions:

General government	\$ 298,110
Public safety	427,023
Public works	455,223
Economic development	431,051
Right of use assets	139,678
	<u>\$ 1,751,085</u>

NOTE 8 - CONSTRUCTION COMMITMENTS

The municipality has active construction projects as of June 30, 2025. At year-end, the commitments with contractors are as follows:

Project	Spent to Date	Remaining Commitment
Beautification Phase 2	\$ 15,421	\$ 137,579
Camera Project	-	248,000
Cameras	287,627	12,373
Slough	94,778	1,105,222
Playground	405,427	4,251,573
Veterans Memorial Wall	-	60,000
Baseball netting	47,975	2,025
AC units at Convention Center	222,024	27,976
Streets	500,000	-
Sidewalk on South Oak	-	50,000
Turnaround on North Spruce and Walnut	-	150,000
Street Overlay Improvements	-	500,000
After School Program for Children	8,772	141,228
Tree Removal	-	100,000
Problem Trees	101,700	48,300
Tree Removal	-	100,000
Council on Aging Building Painting	-	50,000
Hydro Building Upstairs Renovation	-	300,000
Repaint Riverfront	147,594	52,406
Council on Aging Building Repairs	-	50,000
Continue Blight	-	100,000
Lighted 50" LED Laser Christmas Tree	-	75,000
Big Screen TV at Convention Center	-	25,000
Festival	-	50,000
 Total	 \$ 1,831,318	 \$ 7,636,682

TOWN OF VIDALIA, LOUISIANA

NOTES TO THE BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2025

NOTE 9 - LONG-TERM OBLIGATIONS

The following is a summary of long-term obligation transactions for the years ended June 30, 2025 and 2024:

	Long-Term Debt and Leases Payable				
	Revenue Bonds	General Obligation Bonds		Leases	Totals
	Electric Utility	USDA #2	USDA #3	and Notes	
Payable at June 30, 2024	\$ 700,000	\$ -	\$ -	\$ 2,000,198	\$ 2,700,198
Issuance of debt	762,578	-	-	155,564	918,142
Principal retired	-	-	-	(731,661)	(731,661)
Payable at June 30, 2025	<u>\$ 1,462,578</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,424,101</u>	<u>\$ 2,886,679</u>

	Long-Term Debt and Leases Payable				
	Revenue Bonds	General Obligation Bonds		Leases	Totals
	Electric Utility	USDA #2	USDA #3	and Notes	
Payable at June 30, 2023	\$ -	\$ -	\$ -	\$ 1,896,465	\$ 1,896,465
Issuance of debt	700,000	-	-	635,837	1,335,837
Principal retired	-	-	-	(532,104)	(532,104)
Payable at June 30, 2024	<u>\$ 700,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,000,198</u>	<u>\$ 2,700,198</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, 2025 and 2024:

	2025	2024
Current portion	\$ 535,086	\$ 582,179
Long-term portion	<u>889,015</u>	<u>1,418,019</u>
Total	<u>\$ 1,424,101</u>	<u>\$ 2,000,198</u>
	2025	2024

General Obligation Bond dated November 1, 2012, in the amount of \$96,000, USDA #2

Financing obtained from USDA to pay off interim financing for the construction of municipal complex to house administrative, police, and fire functions. Note-bearing interest at 3.5% with first payment of interest only due August 9, 2016, with monthly payments of principal and interest thereafter and matures August 9, 2052. Debt is secured by a pledge of excess municipal revenues including, but not limited to, the Hydro Royalty Fund.

\$	-	\$	-
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TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 9 - LONG-TERM OBLIGATIONS (continued)

	2025	2024
<p><u>General Obligation Bond dated November 1, 2012, in the amount of \$6,841,000, USDA #3</u> Financing obtained from USDA to pay off interim financing for the construction of municipal complex to house administrative, police, and fire functions. Note-bearing interest at 3.5% with first payment of interest only due August 9, 2016, with monthly payments of principal and interest thereafter and matures August 9, 2052. Debt is secured by a pledge of excess municipal revenues including, but not limited to, the Hydro Royalty Fund.</p>	-	-
<p><u>Vehicle lease-purchase dated December 21, 2015, in the amount of \$798,332</u> Financing obtained through Southside Bank for the purchase of a fire truck, 15 payments of principal and interest due in the amount of \$70,932, with interest at 3.83% and matures in December 2030.</p>	-	-
<p><u>Vehicle lease-purchase dated June 24, 2019, in the amount of \$188,444</u> Financing obtained through Bancorp South Equipment Finance for the purchase of a 2020 International Garbage Truck, 36 payments of principal and interest due in the amount of \$3,379 monthly and a lump sum final payment of \$85,000 at maturity, with interest at 4.29% and matures in December 2023.</p>	-	-
<p><u>Vehicle lease-purchase dated May 19, 2022, in the amount of \$199,187</u> Financing obtained through Bancorp South Equipment Finance for the purchase of a 2022 Freightliner 106 Garbage Truck, 36 payments of principal and interest due in the amount of \$3,250 monthly and a lump sum final payment of \$100,987 at maturity, with interest at 2.97% and matures in June 2025.</p>	-	102,659
<p><u>Finance leases with Enterprise</u> The Government has entered into lease agreements involving vehicles for operations, obtained through Enterprise. As of June 30, 2024, the town has leased 56 vehicles. Lease terms, payments, and maturities vary for each lease with an average interest rate of 6.68% as of June 30, 2024.</p>	1,424,101	1,897,539
<p><u>Electric Utility Revenue Bonds, Series 2020, in the amount of \$7,000,000</u> Financing obtained through Revenue Bonds, to construct and acquire extensions and improvements to the Town's electric utility system. Note-bearing interest at 6.0% with first payment of interest only due September 1, 2020, with semi-annual payments of principal and interest thereafter and matures March 1, 2040. Debt is secured by a pledge of revenues of the electric utility system.</p>	1,462,578	700,000
	\$ 2,886,679	\$ 2,700,198

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 9 - LONG-TERM OBLIGATIONS (continued)

The Town's lessee leasing arrangements consist primarily of leasing vehicles. Leases, as a lessee, are included in intangible right-to-use assets and lease obligations on the Statement of Net Position. An intangible right-to-use asset represents the Town's right to use an underlying asset for the lease term. Lease obligations represent the System's liability to make lease payments arising from the lease agreement. Intangible right-to-use assets and lease obligations are recognized based on the present value of lease payments over the lease term, where the initial term exceeds 12 months.

As disclosed in Note 7, the Town has a total of \$1,737,621 (gross not considering accumulated amortization) right-to-use, or leased assets. The right-to use assets are amortized using a straight-line basis over the shorter of the lease term or useful life of the underlying asset.

The lease liabilities are due as follows:

Year ending June 30,	Principal Payments	Interest Payments	Totals
2026	\$ 535,086	\$ 70,319	\$ 605,405
2027	477,788	53,871	531,659
2028	302,113	28,786	330,899
2029	82,872	5,460	88,332
2030	26,242	3,229	29,471
Total	<u>\$ 1,424,101</u>	<u>\$ 161,665</u>	<u>\$ 1,585,766</u>

The municipality is legally restricted from incurring long-term bonded debt secured by sales and use taxes in excess of 75% of the avails of the tax. The municipality was within this 75% limitation when the sales tax bonds were issued.

NOTE 10 - SALES AND USE TAX REVENUES

- A. On July 17, 1999, a special election was held, at which the citizens of Vidalia approved two individual propositions concerning (1) the levy and use of an additional 1% sales tax and (2) the use of the existing 1% sales tax, which was approved in 1970.

Generally, the propositions authorized the imposition of a new 1% sales tax for 18 years and dedicated the proceeds of both the new and existing sales tax for the acquisition, construction, extending, improving, maintaining, and/or operating public streets, drainage facilities, waterworks system facilities and improvements, and sewerage system facilities and improvements and authorized the Town to fund the proceeds of both sales taxes into bonds for any capital purpose set forth above.

During 2017, the citizens of Vidalia approved an extension of this 1% sales tax for a period of 18 years commencing on October 1, 2017, upon the sale at retail, the use, the lease or rental, the consumption, and the storage for use or consumption of tangible personal property and on sales of services in the Town, all as defined by law, inclusive, with the proceeds of the tax (after paying the reasonable and necessary expenses of collecting and administering the tax), to be dedicated and used for acquiring, constructing, extending, improving, maintaining, and/or operating public streets, drainage facilities, waterworks system facilities and improvements, and sewerage system facilities and improvements, and the Town shall be further authorized to fund the proceeds of the tax into bonds for any of the capital purposes set forth above to the extent and in the manner permitted by the laws of Louisiana.

- B. Proceeds of an additional 0.5% sales and use tax are dedicated to providing the community with ambulance service.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 11 - PENSIONS

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Municipal Employees' Retirement System (MERS), the Municipal Police Employees' Retirement System (MPERS), the Louisiana State Employees' Retirement System (LASERS), and the Municipal Firefighters' Retirement System (MFRS) and additions to/deductions from MERS's, MPERS's, LASERS's, and MFRS's fiduciary net position have been determined on the same basis as they are reported by MERS, MPERS, LASERS, and MFRS.

NOTE 12 - DEFERRED OUTFLOWS/INFLOWS OF RESOURCES

In addition to assets, the statement of net position reports a separate section of deferred outflows of resources. This separate financial statement element represents a consumption of net position that applies to a future period and so will not be recognized as an expenditure until then. In addition to liabilities, the statement of net position reports a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as revenue until then. The Town's deferred outflows and deferred inflows are resources related to pensions.

NOTE 13 - PENSION PLANS

For the year ended June 30, 2025, the Town reports the following note disclosures as required by GASB Statement 68, *Accounting and Financial Reporting for Pensions*.

Substantially all employees of the Town are members of the following statewide retirement systems: Municipal Employees' Retirement System of Louisiana (MERS), Municipal Police Employees' Retirement System of Louisiana (MPERS), Louisiana State Employees' Retirement System (LASERS), or Municipal Firefighters' Retirement System of Louisiana (MFRS). These systems are cost-sharing, multiple-employer, defined-benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows.

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

Plan Description. 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 person eligible for membership whose first employment making him eligible for membership in the System occurred on or after January 1, 2013, shall become a member of the MERS Plan A Tier 2 or MERS Plan B Tier 2 of the System as a condition of employment.

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.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

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

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.

Upon the death of any member of Plan B with five (5) or more years of creditable service, not eligible for normal retirement, the plan provides for benefits for the surviving spouse as outlined in the statutes.

Any member of Plan B who is eligible for normal retirement at time of death and who leaves a surviving spouse will be deemed to have retired and selected Option 2 benefits on behalf of the surviving spouse on the date of death. Such benefits will begin only upon proper application and are paid in lieu of any other survivor benefits.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Employees' Retirement System of Louisiana, 7937 Office Park Boulevard, Baton Rouge, Louisiana 70809, or by calling (225) 925-4810.

Funding Policy. Under Plan B, members are required by state statute to contribute 5% of their annual covered salary, and the Town is required to contribute at an actuarially determined rate. The rate for the fiscal year ended June 30, 2024, was 15.5% of annual covered payroll. Contributions to the System also include one-fourth of 1% (except Orleans Parish) of the taxes shown to be collectible by the tax rolls of each Parish. These tax dollars are divided between Plan A and Plan B based proportionately on the salaries of the active members of each Plan. The contribution requirements of Plan members and the Town are established and may be amended by state statute.

As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town's contributions to the System under Plan B for the years ending June 30, 2025 and 2024, were \$716,142 and \$745,933, respectively, equal to the required contributions for those years.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

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

Actuarial Assumptions. The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation date	June 30, 2024
Actuarial cost method	Entry Age Normal Cost
Expected remaining service lives	3 years
Investment rate of return	6.85%
Inflation rate	2.5%
Salary increases, including inflation and merit increases	1-2 years of service: 9.4%; More than 2 years of service: 4.6%
Annuitant and beneficiary mortality	PubG-2010(B) Healthy Retiree Table set equal to 115% for males and females, each adjusted using their respective male and female MP2021 scales.
Employee mortality	PubG-2010(B) Employee Table set equal to 115% for males and 120% for females, each adjusted using their respective male and female MP2021 scales.
Disabled lives mortality	PubNS-2010(B) Disabled Retiree Table set equal to 115% for males and 120% for females with the full generational MP2021 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 estimate of arithmetic real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2024, is summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Public equity	56%	2.44%
Public fixed income	29%	1.26%
Alternatives	15%	0.65%
Totals	100%	4.35%
Inflation		2.50%
Expected arithmetic nominal return		6.85%

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

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

Plan Description. All full-time police department employees engaged in law enforcement are required to participate in the System.

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 3¼% 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 subplans, 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 a deceased member had less than 10 years of service, beneficiary will receive a refund of employee contributions only.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Police Employees' Retirement System of Louisiana, 8401 United Plaza Boulevard, Baton Rouge, Louisiana 70809-2250, or by calling (225) 929-7411.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

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

Funding Policy. 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, 2024, total contributions due from employers and employees were as follows:

	Contribution Rates		
	<u>Employee</u>	<u>Employer</u>	<u>Total</u>
Members hired prior to 1/1/2013	10.00%	33.93%	43.93%
Hazardous Duty Members hired after 1/1/2013	10.00%	33.93%	43.93%
Nonhazardous Duty Members hired after 1/1/2013	8.00%	33.93%	31.93%
Members whose earnable compensation is less than the poverty guidelines	7.50%	36.73%	43.93%

The Town's contributions to the System for the years ending June 30, 2025 and 2024, were \$313,500 and \$267,850 respectively, equal to the required contributions for those years.

Actuarial assumptions. The total pension liability as of June 30, 2024, is based on actuarial valuations and assumptions as follows:

Valuation date	June 30, 2024	
Actuarial cost method	Entry Age Normal Cost	
Investment rate of return	6.75%, net of investment expense	
Expected remaining service lives	2024- four years 2023- four years 2022- four years 2021- four years	
Inflation rate	2.50%	
Salary increases, including inflation and merit	<u>Years of Service</u> 1-2 Above 2	<u>Salary Growth Rate</u> 12.30% 4.70%
Mortality	For annuitants and beneficiaries, 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 healthy annuitants and beneficiaries.	

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

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

Mortality (continued)	For disabled lives, 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 disabled lives.
	For employees, 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 for active members.
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 performed by the prior actuary on Plan data for the period July 1, 2014 through June 30, 2019, and review of similar law enforcement mortality. A change was made to 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.

The best estimates of the arithmetic nominal rates of return for each major asset class included in the System's target allocation as of June 30, 2024, are summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Equity	52.00%	3.14%
Fixed income	34.00%	1.07%
Alternatives	14.00%	1.03%
Totals	100.00%	5.24%
Inflation		2.62%
Expected arithmetic nominal return		7.86%

C. Municipal Firefighters' Retirement System of Louisiana (MFRS)

Plan Description. Membership in the Louisiana Municipal Firefighters' Retirement System is mandatory for all full-time firefighters employed by a municipality, Parish, or fire protection district that did not enact an ordinance before January 1, 1980, exempting itself from participation in the System. Employees are eligible to retire at or after age 55 with at least 12 years of creditable service or at or after age 50 with at least 20 years of creditable service. Upon retirement, members are entitled to a retirement benefit, payable monthly for life, equal to 3 1/3% of their final-average salary for each year of creditable service, not to exceed 100% of their final-average salary. Final-average salary is the employee's average salary over the 36 consecutive or joined months that produce the highest average. Employees who terminate with at least 12 years of service and do not withdraw their employee contributions may retire at or after age 55 (or at or after age 50 with at least 20 years of creditable service at termination) and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established or amended by state statute.

TOWN OF VIDALIA, LOUISIANA
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

C. Municipal Firefighters' Retirement System of Louisiana (MFRS) (continued)

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to the Municipal Firefighters' Retirement System of Louisiana, Post Office Box 94095, Baton Rouge, Louisiana 70804, or by calling (225) 925-4060.

Funding Policy. Plan members are required by state statute to contribute 10.0% of their annual covered salary, and the Town is required to contribute at an actuarially determined rate. The rate for the fiscal year ended June 30, 2025, is 33.75% of annual covered payroll. The contribution requirements of Plan members and the Town are established and may be amended by state statute.

As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town's contributions to the System for the years ending June 30, 2025 and 2024, were \$424,326 and \$401,329, respectively, equal to the required contributions for those years.

Actuarial Methods. For each year, the actuary determines the reasonable range of the actuarial valuation interest rate, an expected long-term portfolio rate of return and standard deviation based upon the System's target asset allocation and a thirty-year time horizon. These rates were based on an analysis of the System's portfolio along with expected long-term rates of return, standard deviations of return, and correlations between asset classes collected from a number of investment consulting firms in addition to the System's investment consultant, NEPC, L.L.C. Using these values and assuming that future portfolio returns are normally distributed, ten thousand trials of returns over the upcoming thirty years was performed. The results of these trials were organized into percentiles and a reasonable range, equal to the 40th through 60th percentiles, was set. For the fiscal year ended June 30, 2024, the reasonable range was set at 6.73% through 7.91% and the Board of Trustees elected to set the System's assumed rate of return at 6.90% for Fiscal 2024. For the fiscal year ended June 30, 2023, the reasonable range was set at 6.03% through 7.18% and the Board of Trustees elected to set the System's assumed rate of return at 6.99% for Fiscal 2023. The actuarial valuation interest rates selected by the board, which were within the reasonable range, were 6.03% and 7.33% for fiscal years 2024 and 2023, respectively.

The remaining actuarial assumptions utilized for fiscal year 2024 are based on the results of an actuarial experience study for the period July 1, 2014 through June 30, 2019.

Additional information on the actuarial methods and assumptions used as of the June 30, 2024 actuarial valuations follows:

Valuation date	June 30, 2024
Actuarial cost method	Entry Age Normal Cost
Actuarial assumptions:	
Estimated remaining service life	Seven years, closed period
Investment rate of return	6.90% per annum

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

C. Municipal Firefighters' Retirement System of Louisiana (MFRS) (continued)

Inflation rate	2.5% per annum
Mortality	For active members, mortality was set equal to the Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees.
	For annuitants and beneficiaries, mortality was set equal to the Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Healthy Retirees.
	For disabled retirees, mortality was set equal to the Pub-2010 Public Retirement Plans Mortality Table for Safety Disabled Retirees.
	In all cases the base table was multiplied by 105% for males and 115% for females, each with full generational projection using the appropriate MP-2019 scale.

The June 30, 2024, estimated long-term expected rate of return on pension plan investments was determined by the System's actuary using the System's target asset allocation as of January 2024 and the Curran Actuarial Consulting average study for 2024. The consultant's average study included projected nominal rates of return, standard deviations of returns, and correlations of returns for a list of common asset classes collected from a number of investment consultants and investment management firms. Each consultant's response included nominal expected long term rates of return. In order to arrive at long-term expected arithmetic real rates of return, the actuary normalized the data received from the consultant's responses in the following ways. Where nominal returns received were arithmetic, the actuary simply reduced the return assumption by the long-term inflation assumption. Where nominal returns were geometric, the actuary converted the return to arithmetic by adjusting for the long-term standard deviation and then reduced the assumption by the long-term inflation assumption. Using the target asset allocation for the System and the average values for expected real rates of return, standard deviation of returns, and correlation of returns, an arithmetic expected nominal rate of return and standard deviation for the portfolio was determined. The System's long-term assumed rate of inflation of 2.50% was used in this process for the fiscal year ended June 30, 2024.

Best estimates of arithmetic real rates of return for each major fund asset class included in the System's target asset allocation as of June 30, 2024, are summarized in the following table:

Asset Class	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
U.S. Equity	28.50%	6.24%
Non-U.S. Equity	11.00%	6.36%
Global Equity	10.00%	6.42%
Emerging Market Equity	4.50%	8.26%
U.S. Core Fixed Income	22.00%	2.09%

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 – PENSION PLANS (continued)

C. Municipal Firefighters' Retirement System of Louisiana (MFRS) (continued)

U.S. TIPS	2.00%	2.00%
Emerging Market Debt	2.00%	4.05%
Global Multisector Fixed Income	4.00%	2.34%
Risk Parity	2.00%	3.14%
Private Equity/Private Debt	9.00%	9.77%
Real Estate	4.00%	4.85%
Real Assets	3.00%	5.93%
	<hr/>	
Totals	<hr/> <hr/>	<hr/> <hr/>
	100%	

D. Louisiana State Employees' Retirement System (LASERS)

Plan Description. The System was established for the purpose of providing retirement allowances and other benefits as stated under the provisions of La. R.S. 11:401, as amended, for eligible state officers, employees, and their beneficiaries. The projection 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 the benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. The following is a description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

The age and years of creditable service required in order for a member to retire with full benefits are established by statute, and vary depending on the member's hire date, employer, and job classification. Our rank-and-file members hired prior to July 1, 2006, may either retire with full benefits at any age upon completing 30 years of creditable service, at age 55 upon completing 25 years of creditable service, and at age 60 upon completing ten years of creditable service depending on their plan. Those members hired between July 1, 2006 and June 30, 2015, may retire at age 60 upon completing five years of creditable service, and those hired on or after July 1, 2015, may retire at age 62 upon completing five years of creditable service. The basic annual retirement benefit for members is equal to 2.5% to 3.5% of average compensation multiplied by the number of years of creditable service. Additionally, members may choose to retire with 20 years of service at any age, with an actuarially reduced benefit.

Average compensation is defined as the member's average annual earned compensation for the highest 36 consecutive months of employment for members employed prior to July 1, 2006. For members hired July 1, 2006 or later, average compensation is based on the member's average annual earned compensation for the highest 60 consecutive months of employment. The maximum annual retirement benefit cannot exceed the lesser of 100% of average compensation or a certain specified dollar amount of actuarially determined monetary limits, which vary depending upon the member's age at retirement. Judges, court officers, and certain elected officials receive an additional annual retirement benefit equal to 1.0% of average compensation multiplied by the number of years of creditable service in their respective capacity. As an alternative to the basic retirement benefits, a member may elect to receive their retirement throughout their life, with certain benefits being paid to their designated beneficiary after their death.

TOWN OF VIDALIA, LOUISIANA
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 – PENSION PLANS (continued)

D. Louisiana State Employees’ Retirement System (LASERS) (continued)

Act 992 of the 2010 Louisiana Regular Legislative Session, changed the benefit structure for LASERS members hired on or after January 1, 2011. This resulted in three new plans: regular, hazardous duty, and judges. The new regular plan includes regular members and those members who were formerly eligible to participate in specialty plans, excluding hazardous duty and judges. Regular members and judges are eligible to retire at age 60 after five years of creditable service and, may also retire at any age, with a reduced benefit, after 20 years of creditable service. Hazardous duty members are eligible to retire with twelve years of creditable service at age 55, 25 years of creditable service at any age, or with a reduced benefit after 20 years of creditable service. Average compensation will be based on the member's average annual earned compensation for the highest 60 consecutive months of employment for all three new plans. Members in the regular plan will receive a 2.5% accrual rate, hazardous duty plan a 3.33% accrual rate, and judges a 3.5% accrual rate. The extra 1.0% accrual rate for each year of service for court officers, the governor, lieutenant governor, legislators, House clerk, sergeants at arms, or Senate secretary, employed after January 1, 2011, was eliminated by Act 992. Specialty plan and regular members hired prior to January 1, 2011, who are hazardous duty employees have the option to transition to the new hazardous duty plan.

The System issues an annual publicly available financial report that includes financial statements and required supplementary information for the System. That report may be obtained by writing to LASERS, Post Office Box 44213, Baton Rouge, Louisiana 70804; or by visiting the Louisiana Legislative Auditor website, www.lla.la.gov; or by calling (225) 922-0600.

Funding Policy. Plan members are required by state statute to contribute 9.5% of their annual covered salary, and the Town is required to contribute at an actuarially determined rate. The rate for the fiscal year ended June 30, 2025, is 45.3% of annual covered payroll. The contribution requirements of Plan members and the Town are established and may be amended by state statute.

As provided by R.S. 11:103, the employer contributions are determined by actuarial valuation and are subject to change each year based on the results of the valuation for the prior fiscal year. The Town’s contributions to the System for the years ending June 30, 2025 and 2024, were \$36,106 and \$42,536, respectively, equal to the required contributions for those years.

A summary of the actuarial methods and assumptions used in determining the total pension liability as of June 30, 2024, is as follows:

Valuation date	June 30, 2024
Actuarial cost method	Entry Age Normal
Expected remaining service lives	2 years
Investment rate of return	7.25% per annum, net of investment expenses
Inflation rate	2.4% per annum

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

D. Louisiana State Employees' Retirement System (LASERS) (continued)

Mortality *Non-disabled members* - The RP-2014 Blue Collar (males/females) and White Collar (females) Healthy Annuitant Tables projected on a fully generational basis by Mortality Improvement Scale MP-2018.

Disabled members - Mortality rates based on the RP-2000 Disabled Retiree Mortality Table, with no projection for mortality improvement.

Termination, disability, and retirement Termination, disability, and retirement assumptions were projected based on a five-year (2014-2018) experience study of the System's members for 2019.

Salary increases Salary increases were projected based on a 2014-2018 experience study of the System's members. The salary increase ranges for specific types of members are:

Member Type	Lower Range	Upper Range
Regular	3.3%	14.0%
Judges	2.4%	4.8%
Corrections	4.4%	15.3%
Hazardous duty	4.4%	15.3%
Wildlife	4.4%	15.3%

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 projected benefit payments do not include provisions for potential future increases not yet authorized by the Board of Trustees as they were deemed not to be substantively automatic.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates 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 of 2.40% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term nominal rate of return is 8.15% for 2024. Best estimates of geometric real rates of return for each major asset class included in the System's target asset allocation as of June 30, 2024, are summarized in the following table:

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

D. Louisiana State Employees' Retirement System (LASERS) (continued)

Expected long-term real rates of return:

Asset class	2024
Cash	0.76%
Domestic equity	4.29%
International equity	5.22%
Domestic fixed income	2.04%
International fixed income	5.24%
Alternative investments	8.19%
Total fund	5.61%

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

At June 30, 2025, the Town reported a liability of \$3,206,698, \$2,029,168, \$2,444,267, and \$227,698 for its proportionate share of the net pension liability for MERS, MPERS, MFRS, and LASERS, respectively. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Town's proportion of the net pension liability was based on a projection of the Town's long-term share of contributions to the pension plan relative to the projected contributions of all participating cities, actuarially determined. At June 30, 2024, the Town's proportion was 5.284838% for MERS, 0.223971% for MPERS, 0.434106% for MFRS, and 0.004190% for LASERS.

For the year ended June 30, 2025, the Town recognized pension expense of \$527,038, \$504,415, \$512,780, and \$23,392, for MERS, MPERS, MFRS, and LASERS, respectively. At June 30, 2025, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	MERS	MPERS	MFRS	LASERS
Deferred inflows of resources:				
Differences between expected and actual experience	\$ 26,228	\$ 61,383	\$ 58,130	\$ 1,007
Changes of assumptions	119,368	-	-	-
Changes in proportion	29,991	-	12,968	-
Net difference between projected and actual earnings on pension plan investments	-	-	-	27,149
Total deferred inflows of resources	\$ 175,587	\$ 61,383	\$ 71,098	\$ 28,156

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 – PENSION PLANS (continued)

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

	<u>MERS</u>	<u>MPERS</u>	<u>MFRS</u>	<u>LASERS</u>
Changes in proportion and differences between Town contributions and proportionate share of contributions:				
Differences between expected and actual experience	\$ 30,446	\$ 109,865	\$ 183,509	\$ -
Changes of assumptions	-	-	104,566	1,592
Changes in proportion	32,049	439,836	308,049	-
Net difference between projected and actual earnings on pension plan investments	115,417	56,409	24,725	-
Town contributions subsequent to the measurement date	<u>716,142</u>	<u>313,500</u>	<u>424,326</u>	<u>36,106</u>
Total deferred outflows of resources	<u>\$ 894,054</u>	<u>\$ 919,610</u>	<u>\$ 1,045,175</u>	<u>\$ 37,698</u>

\$1,490,074 was reported as deferred outflows of resources related to pensions resulting from the Town contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	<u>MERS</u>	<u>MPERS</u>	<u>MFRS</u>	<u>LASERS</u>
Year ended June 30:				
2025	\$ (28,954)	\$ 215,772	\$ 86,765	\$ (16,326)
2026	199,290	319,515	395,646	7,014
2027	(95,652)	44,998	16,545	(10,463)
2028	(72,359)	(35,558)	(9,814)	(6,789)
2029	-	-	40,659	-
Thereafter	-	-	19,950	-

Discount Rate. The discount rate used to measure the total pension liability was 6.85% for MERS, 6.75% for MPERS, 6.90% for MFRS, and 7.25% for LASERS. 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 and nonemployer entities will be made at the actuarially determined rates approved by the Board of Trustees and PRSAC, taking into consideration the recommendation of the system's actuary. Based on these 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 to Changes in Discount Rate. The following presents the Town's net pension liability for each of the pension plans calculated using the respective discount rates, as well as what the employer's net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 13 - PENSION PLANS (continued)

MERS:	Changes in Discount Rate		
	1% Decrease 5.85%	Current Discount Rate 6.85%	1% Increase 7.85%
Net Pension Liability	\$ 4,979,266	\$ 3,206,698	\$ 1,708,588

MPERS:	Changes in Discount Rate		
	1% Decrease 5.75%	Current Discount Rate 6.75%	1% Increase 7.75%
Net Pension Liability	\$ 3,014,279	\$ 2,029,168	\$ 1,206,792

MFRS:	Changes in Discount Rate		
	1% Decrease 5.90%	Current Discount Rate 6.90%	1% Increase 7.90%
Net Pension Liability	\$ 4,057,995	\$ 244,267	\$ 1,098,262

LASERS:	Changes in Discount Rate		
	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability	\$ 314,455	\$ 227,698	\$ 153,983

NOTE 14 - SEGMENT INFORMATION FOR UTILITY FUND

The Utility Fund operated by the Town provides gas, electric, water, and sewer utility services. The following is a summary of disclosures required by the National Council on Governmental Accounting in Interpretation 2, Segment Information for Enterprise Funds, Utility Departments only:

	Gas Utility	Electric Utility	Water Utility	Sewer Utility	Total
Operating revenues	\$ 2,595,210	\$ 10,977,719	\$ 834,968	\$ 574,834	\$ 14,982,731
Purchase of utility provided	(1,680,006)	(7,439,628)	-	-	(9,119,634)
Operating expenses	(574,607)	(2,435,805)	(1,391,340)	(307,604)	(4,709,355)
Depreciation and amortization	(58,433)	(261,001)	(190,881)	(268,792)	(779,108)
Operating income (loss)	<u>\$ 282,164</u>	<u>\$ 841,285</u>	<u>\$ (747,253)</u>	<u>\$ (1,562)</u>	\$ 374,634
Operating transfers, net					(2,395,204)
Interest income and grants					<u>4,192,641</u>
Net income					<u>\$ 2,172,071</u>

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 15 - RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town carries commercial insurance for these risks. Settled claims resulting from these insured risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 16 - TOWN OF VIDALIA - HYDROELECTRIC PROJECT

On March 22, 1984, the Town entered into a conditional agreement with Catalyst Energy Development Corporation to enable Catalyst to successfully finance, develop, construct, operate, and maintain the Vidalia Hydroelectric Project to be located in the State of Louisiana between the Mississippi River and the Atchafalaya River near the U.S. Corps of Engineers' Old River Control Project.

On June 28, 1988, the Town and Catalyst Old River Hydroelectric Limited Partnership (successor to the rights and obligations of Catalyst Energy Development Corporation) entered into an agreement to amend and restate the March 22, 1984 agreement in its entirety. This agreement was again amended and restated on August 17, 1990, in its entirety. A general summary is as follows:

A. Payment of Royalties to Town of Vidalia, Louisiana

In consideration for its participation in this hydroelectric project, the Town will be entitled to royalty payments based on a percentage of gross revenues beginning with 3.75% in the first year of operations, graduated to 20% in the year 2022. All such payments shall be paid quarterly by depositing or transferring funds into a royalty account.

B. Restrictions on Revenues

Revenues derived from the Town's participation in the S. A. Murray, Jr. Hydro Station shall be deposited into a special bank account and designated as the "Town of Vidalia Hydro Royalty Fund." This fund is accounted for as a "Special Revenue Fund." These revenues shall be maintained and administered in the following order of priority and expended for the following express purposes:

1. Payments of all expenses and costs arising from the Town's participation in the S. A. Murray, Jr. Hydro Station.
2. Satisfaction of any debt requirements incurred to finance capital improvements, which were approved pursuant to the conditions as set forth in the following Item 7.
3. The establishment and maintenance of a reserve fund into which amounts shall be transferred, the total of which shall equal or exceed the highest amount possibly due under the Catalyst Vidalia Power Purchase Agreement in any two-month period of any upcoming calendar year.

TOWN OF VIDALIA, LOUISIANA
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2025

NOTE 16 - TOWN OF VIDALIA - HYDROELECTRIC PROJECT (continued)

B. Restrictions on Revenues (continued)

4. The Town transfers to the utility fund each month the amount by which the Town's "normal" cost of electric power and energy exceeds 38 mills per kilowatt hour. "Normal" cost of power and energy is the amount paid per kilowatt hour under the current or future power purchase agreements exclusive of power purchased under economic development rate schedules or any other discounted rate schedule which results in a cost which is less than 38 mills per kilowatt hour.
5. The rebate of an amount, to be determined by the Mayor and Board of Aldermen, to the then current retail customers of the Town's municipal electric system. This amount shall not exceed 50% of the revenues remaining after payment of amounts noted in Items 1 through 4. The amount rebated to each class of retail customer shall be determined by applying to the total amount to be rebated the percentage which the gross margin from retail electric sales to each class of customer bears to total gross margin from all retail sales of electric power. This rebate will be based on kilowatt hour usage during the previous calendar year and shall not exceed 50% of each customer's total electric billing during that period. In all cases, the Town reserves the right to offset any and all amounts due it from individual customers.
6. The transfer to the Town's general fund is an amount necessary to offset any deficits incurred in the operation and maintenance of all nonutility municipal services.
7. Revenue not expended as previously stated shall be considered surplus revenue and may be used for any lawful corporate purpose after satisfying the following conditions:

The Mayor and Board of Aldermen shall annually compile a schedule of projects on which these surplus revenues are proposed to be expended. A summary of these projects shall be published and the public notified that details are available for public inspection. At the same time, a minimum of two public hearings shall be called to discuss the proposed projects and receive public input concerning possible alternative uses of surplus funds. After holding the required public hearings and giving due consideration of public input, the Board of Aldermen shall approve the expenditures of surplus funds for projects deemed to be in the best public interest.

None of the foregoing shall preclude the loaning of funds to any municipal entity of the Town providing that said loan with interest equal to the average rate of return on the investment of surplus municipal funds shall be repaid prior to the expiration of the term of the Mayor and Board of Aldermen authorizing said loan.

C. Option to Purchase the Hydroelectric Project

The partnership has granted to the Town an option to purchase, at any time on or after January 1, 2030, but before January 1, 2032, all of the partnership's rights, title, and interest in and to the hydroelectric project, as then constituted, subject to any permitted mortgages then outstanding at the price of (1) \$1,000 payable in cash at closing, and (2) the balance payable on or before the 15th of each month following the month in which the sale of the project occurs through December 31, 2132, in an amount equal to two-thirds of the cash available for distribution during the preceding month.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025

NOTE 16 - TOWN OF VIDALIA - HYDROELECTRIC PROJECT (continued)

This option shall be exercisable by the Town only by 12 months prior written notice given by the Town to the partnership provided, however, that the partnership shall give written notice to the Town during the year 2029 for the Town's exercise of its option to purchase.

NOTE 17 - EVALUATION OF SUBSEQUENT EVENTS

The Town has evaluated subsequent events through March 30, 2026, the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION (PART II)

TOWN OF VIDALIA, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 130,000	\$ 130,000	\$ 142,752	\$ 12,752
Licenses and permits	250,000	250,000	246,531	(3,469)
Fines and forfeits	45,000	45,000	51,030	6,030
Intergovernmental revenue	523,400	523,400	549,139	25,739
Charges for services	575,000	575,000	577,632	2,632
Investment earnings	-	-	80,523	80,523
Other	317,900	317,900	358,145	40,245
Total revenues	<u>\$ 1,841,300</u>	<u>\$ 1,841,300</u>	<u>\$ 2,005,752</u>	<u>\$ 164,452</u>
Expenditures				
General government	\$ 2,316,200	\$ 2,316,200	\$ 2,367,689	\$ (51,489)
Public safety:				
Police	3,611,900	3,611,900	3,718,520	(106,620)
Fire	2,056,450	2,056,450	2,172,369	(115,919)
Public works:				
Streets	1,866,200	1,866,200	1,996,281	(130,081)
Sanitation	867,759	867,759	742,823	124,936
Mechanic shop	385,900	385,900	370,749	15,151
Capital outlay	518,000	518,000	182,783	335,217
Debt service:				
Principal	-	-	102,659	(102,659)
Interest and fiscal fees	-	-	58	(58)
Total expenditures	<u>\$ 11,622,409</u>	<u>\$ 11,622,409</u>	<u>\$ 11,653,931</u>	<u>\$ (31,522)</u>
Excess (deficiency) of revenues before operating transfers	<u>\$ (9,781,109)</u>	<u>\$ (9,781,109)</u>	<u>\$ (9,648,179)</u>	<u>\$ 132,930</u>
Other financing sources (uses)				
Long-term debt issued	\$ -	\$ -	\$ -	\$ -
Operating transfers - in	10,000,000	10,000,000	9,839,875	(160,125)
Operating transfers - out	(152,650)	(152,650)	(205,555)	(52,905)
Total other financing sources (uses)	<u>\$ 9,847,350</u>	<u>\$ 9,847,350</u>	<u>\$ 9,634,320</u>	<u>\$ (213,030)</u>
Net change in fund balance	<u>\$ 66,241</u>	<u>\$ 66,241</u>	<u>\$ (13,859)</u>	<u>\$ (80,100)</u>
Fund balance - beginning of year	<u>\$ 1,628,808</u>	<u>\$ 1,628,808</u>	<u>\$ 1,628,808</u>	<u>\$ -</u>
Fund balance - end of year	<u><u>\$ 1,695,049</u></u>	<u><u>\$ 1,695,049</u></u>	<u><u>\$ 1,614,949</u></u>	<u><u>\$ (80,100)</u></u>

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
SPECIAL REVENUE FUND
HYDRO ROYALTY FUND

FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for services	\$ 2,000,000	\$ 2,200,000	\$ 2,331,373	\$ 131,373
Investment earnings	680,000	1,285,000	1,118,328	(166,672)
Hydro royalties	23,000,000	26,800,000	26,842,350	42,350
Total revenues	<u>\$ 25,680,000</u>	<u>\$ 30,285,000</u>	<u>\$ 30,292,051</u>	<u>\$ 7,051</u>
Expenditures				
Utility costs and rebates	\$ 9,377,878	\$ 11,020,000	\$ 10,891,703	\$ 128,297
Capital outlay	1,642,122	1,642,122	1,642,122	-
Total expenditures	<u>\$ 11,020,000</u>	<u>\$ 12,662,122</u>	<u>\$ 12,533,825</u>	<u>\$ 128,297</u>
Excess of revenues before operating transfers	<u>\$ 14,660,000</u>	<u>\$ 17,622,878</u>	<u>\$ 17,758,226</u>	<u>\$ 135,348</u>
Other financing sources (uses)				
Operating transfers - out	\$ (9,500,000)	\$ (9,500,000)	\$ (6,087,230)	\$ 3,412,770
Total other financing sources (uses)	<u>\$ (9,500,000)</u>	<u>\$ (9,500,000)</u>	<u>\$ (6,087,230)</u>	<u>\$ 3,412,770</u>
Net change in fund balance	\$ 5,160,000	\$ 8,122,878	\$ 11,670,996	\$ 3,548,118
Fund balance - beginning of year	33,250,829	33,250,829	33,250,829	-
Fund balance - end of year	<u>\$ 38,410,829</u>	<u>\$ 41,373,707</u>	<u>\$ 44,921,825</u>	<u>\$ 3,548,118</u>

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA
 BUDGETARY COMPARISON SCHEDULE
 SALES TAX FUND

JUNE 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 3,000,000	\$ 3,000,000	\$ 2,953,342	\$ (46,658)
Other intergovernmental revenue	945,000	-	-	-
Interest earned	5,000	5,000	4,263	(737)
Total revenues	<u>\$ 3,950,000</u>	<u>\$ 3,005,000</u>	<u>\$ 2,957,605</u>	<u>\$ (47,395)</u>
Expenditures				
Other services and charges	\$ 221,000	\$ 221,000	\$ 98,605	\$ 122,395
Capital outlay	2,100,000	1,000,000	1,144,948	(144,948)
Total expenditures	<u>\$ 2,321,000</u>	<u>\$ 1,221,000</u>	<u>\$ 1,243,553</u>	<u>\$ (22,553)</u>
Excess (deficiency) of revenues before operating transfers	<u>\$ 1,629,000</u>	<u>\$ 1,784,000</u>	<u>\$ 1,714,052</u>	<u>\$ (69,948)</u>
Other financing sources (uses)				
Operating transfers - out	\$ (1,500,000)	\$ (2,200,000)	\$ (2,160,000)	\$ 40,000
Total other financing sources (uses)	<u>\$ (1,500,000)</u>	<u>\$ (2,200,000)</u>	<u>\$ (2,160,000)</u>	<u>\$ 40,000</u>
Net change in fund balance	\$ 129,000	\$ (416,000)	\$ (445,948)	\$ (29,948)
Fund balance - beginning of year	<u>820,322</u>	<u>820,322</u>	<u>820,322</u>	<u>-</u>
Fund balance - end of year	<u>\$ 949,322</u>	<u>\$ 404,322</u>	<u>\$ 374,374</u>	<u>\$ (29,948)</u>

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2025

Budgetary Comparison Schedule

1. Basis of Presentation

The Budgetary Comparison Schedule presents the original legally adopted budget, the final legally adopted budget, the actual data on the GAAP basis, and variances between the final budget and the actual data.

2. Budget Amendments and Revisions

The budget is adopted by the Board of Aldermen. Amendments can be made on the approval of the Board of Aldermen. A budgetary comparison is presented for the General Fund and each major special revenue fund consistent with accounting principles generally accepted in the United States of America.

TOWN OF VIDALIA, LOUISIANA

SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

FOR THE YEAR ENDED JUNE 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
MERS:										
Town's proportion of the net pension liability (asset)	5.284838%	5.350358%	5.216504%	5.226081%	5.149654%	5.635416%	5.226637%	5.269048%	5.305974%	4.798171%
Town's proportionate share of the net pension liability (asset)	\$ 3,206,698	\$ 4,290,242	\$ 4,580,004	\$ 3,027,514	\$ 4,666,751	\$ 4,929,937	\$ 4,420,856	\$ 4,558,953	\$ 4,398,167	\$ 3,261,063
Town's covered-employee payroll	\$ 5,115,341	\$ 4,812,472	\$ 4,594,554	\$ 4,193,909	\$ 4,025,595	\$ 3,857,966	\$ 3,925,270	\$ 3,570,408	\$ 3,676,422	\$ 3,893,136
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	62.69%	89.15%	99.68%	72.19%	115.93%	127.79%	112.63%	127.69%	119.63%	83.76%
Plan fiduciary net position as a percentage of the total pension liability	80.10%	73.25%	69.56%	79.14%	66.26%	66.14%	65.60%	62.49%	63.34%	68.71%
MPERS:										
Town's proportion of the net pension liability (asset)	0.223971%	0.170511%	0.167041%	0.122220%	0.143912%	0.177354%	0.185210%	0.296137%	0.382016%	0.302588%
Town's proportionate share of the net pension liability (asset)	\$ 2,029,168	\$ 1,801,443	\$ 1,707,456	\$ 651,499	\$ 1,330,082	\$ 1,610,671	\$ 1,565,777	\$ 2,585,401	\$ 3,580,566	\$ 2,370,461
Town's covered-employee payroll	\$ 880,617	\$ 789,536	\$ 584,056	\$ 525,118	\$ 373,318	\$ 444,504	\$ 518,414	\$ 590,460	\$ 826,659	\$ 1,097,178
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	230.43%	228.16%	292.34%	124.07%	356.29%	362.35%	302.03%	437.86%	433.14%	216.05%
Plan fiduciary net position as a percentage of the total pension liability	75.84%	71.30%	77.82%	84.09%	70.94%	71.01%	71.89%	70.08%	66.04%	70.73%

(continued)

TOWN OF VIDALIA, LOUISIANA

SCHEDULE OF THE TOWN'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

FOR THE YEAR ENDED JUNE 30, 2025

MFRS:	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Town's proportion of the net pension liability (asset)	0.434106%	0.432183%	0.420786%	0.383807%	0.320761%	0.320746%	0.337523%	0.362176%	0.349986%	0.260390%
Town's proportionate share of the net pension liability (asset)	\$ 2,444,267	\$ 2,820,775	\$ 2,967,085	\$ 1,360,155	\$ 2,321,958	\$ 2,008,577	\$ 1,941,459	\$ 2,075,938	\$ 2,289,225	\$ 1,405,354
Town's covered-employee payroll	\$ 1,248,605	\$ 1,207,005	\$ 1,160,167	\$ 1,084,087	\$ 959,877	\$ 823,679	\$ 783,041	\$ 805,577	\$ 865,789	\$ 863,768
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	195.76%	233.70%	255.75%	125.47%	241.90%	243.85%	247.94%	257.70%	264.41%	162.70%
Plan fiduciary net position as a percentage of the total pension liability	81.68%	77.69%	74.68%	86.78%	72.61%	73.96%	74.76%	73.55%	68.16%	72.45%
LASERS										
Town's proportion of the net pension liability (asset)	0.004190%	0.004170%	0.006320%	0.006500%	0.006460%	0.006480%	0.006580%	0.006850%	0.002040%	0.000000%
Town's proportionate share of the net pension liability (asset)	\$ 227,698	\$ 279,388	\$ 478,078	\$ 357,648	\$ 34,368	\$ 469,470	\$ 449,024	\$ 82,441	\$ 160,271	\$ -
Town's covered-employee payroll	\$ 83,666	\$ 80,105	\$ 110,264	\$ 118,049	\$ 112,760	\$ 111,412	\$ 106,502	\$ 110,762	\$ 99,733	\$ -
Town's proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	272.15%	348.78%	433.58%	302.97%	30.48%	421.38%	421.61%	74.43%	160.70%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	74.60%	68.40%	63.70%	72.80%	58.00%	62.90%	64.30%	62.50%	57.70%	0.00%

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA
SCHEDULE OF THE TOWN'S CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
MERS:										
Contractually required contribution	\$ 716,142	\$ 745,933	\$ 712,155	\$ 650,056	\$ 623,967	\$ 540,115	\$ 549,538	\$ 473,079	\$ 404,406	\$ 369,990
Contributions in relation to the contractually required contribution	<u>(716,142)</u>	<u>(745,933)</u>	<u>(712,155)</u>	<u>(650,056)</u>	<u>(623,967)</u>	<u>(540,115)</u>	<u>(549,538)</u>	<u>(473,079)</u>	<u>(404,406)</u>	<u>(369,990)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered-employee payroll	\$ 5,115,341	\$ 4,812,472	\$ 4,594,554	\$ 4,193,909	\$ 4,025,595	\$ 3,857,966	\$ 3,925,270	\$ 3,570,408	\$ 3,676,422	\$ 3,893,136
Contributions as a percentage of covered-employee payroll	14.00%	15.50%	15.50%	15.50%	15.50%	14.00%	14.00%	13.25%	11.00%	9.50%
MPERS:										
Contractually required contribution	\$ 313,500	\$ 267,850	\$ 182,517	\$ 156,223	\$ 125,995	\$ 237,657	\$ 167,189	\$ 181,567	\$ 264,524	\$ 326,838
Contributions in relation to the contractually required contribution	<u>(313,500)</u>	<u>(267,850)</u>	<u>(182,517)</u>	<u>(156,223)</u>	<u>(125,995)</u>	<u>(237,657)</u>	<u>(167,189)</u>	<u>(181,567)</u>	<u>(264,524)</u>	<u>(326,838)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Town's covered-employee payroll	\$ 880,617	\$ 789,536	\$ 584,056	\$ 525,118	\$ 373,318	\$ 444,504	\$ 518,414	\$ 590,460	\$ 826,659	\$ 1,097,178
Contributions as a percentage of covered-employee payroll	35.60%	33.92%	31.25%	29.75%	33.75%	53.47%	32.25%	30.75%	32.00%	29.79%

(continued)

TOWN OF VIDALIA, LOUISIANA
SCHEDULE OF THE TOWN'S CONTRIBUTIONS
FOR THE YEAR ENDED JUNE 30, 2025

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
MFRS:										
Contractually required contribution	\$ 424,326	\$ 401,329	\$ 385,755	\$ 365,879	\$ 314,231	\$ 228,571	\$ 207,506	\$ 213,478	\$ 218,612	\$ 237,764
Contributions in relation to the contractually required contribution	(424,326)	(401,329)	(385,755)	(365,879)	(314,231)	(228,571)	(207,506)	(213,478)	(218,612)	(237,764)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Town's covered-employee payroll	\$ 1,248,605	\$ 1,207,005	\$ 1,160,167	\$ 1,084,087	\$ 959,877	\$ 823,679	\$ 783,041	\$ 805,577	\$ 865,789	\$ 863,768
Contributions as a percentage of covered-employee payroll	33.98%	33.25%	33.25%	33.75%	32.74%	27.75%	26.50%	26.50%	25.25%	27.53%
LASERS:										
Contractually required contribution	\$ 36,106	\$ 42,536	\$ 63,531	\$ 67,019	\$ 54,724	\$ 52,251	\$ 46,434	\$ 48,431	\$ 36,004	\$ -
Contributions in relation to the contractually required contribution	(36,106)	(42,536)	(63,531)	(67,019)	(54,724)	(52,251)	(46,434)	(48,431)	(36,004)	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Town's covered-employee payroll	\$ 83,666	\$ 80,105	\$ 110,264	\$ 118,049	\$ 112,760	\$ 111,412	\$ 106,502	\$ 110,762	\$ 99,733	\$ -
Contributions as a percentage of covered-employee payroll	43.15%	53.10%	57.62%	56.77%	48.53%	46.90%	43.60%	43.73%	36.10%	0.00%

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, governments should present information for those years for which information is available.

OTHER INFORMATION

TOWN OF VIDALIA, LOUISIANA
SCHEDULE OF COMPENSATION OF THE GOVERNING BOARD
YEAR ENDED JUNE 30, 2025

The Governing Board of Town of Vidalia, Louisiana consists of a mayor and five aldermen. For the fiscal year ended June 30, 2025, their compensation was as follows:

Buz Craft, Mayor	\$	95,828
Jon Betts, Alderman		11,813
Carson Brent Smith, Alderman		12,000
Robert Gardner, Alderman		11,439
Thomas Probst, Alderman		11,813
		<hr/>
Total	\$	<u>142,893</u>

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA
SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER
PAYMENTS TO AGENCY HEAD
YEAR ENDED JUNE 30, 2025

Agency Head Name: Honorable Buz Craft, Mayor

Salary	\$	95,828
Benefits		25,240
Fuel		4,981
Vehicle lease		8,607
Lodging		4,373
Meals		649
Travel		<u>2,308</u>
Total	\$	<u><u>141,986</u></u>

See Independent Auditor's Report.

NONMAJOR GOVERNMENTAL FUNDS

TOWN OF VIDALIA, LOUISIANA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2025

	Special Revenue				Debt Service		Capital Projects			Total Nonmajor Govern- mental Funds		
	Ambulance Fund	City Marshall Fund	Town Court Fund	Hotel Occupancy Fund	Total	Sales Tax Sinking Fund	Total	LCDBG Fund	Industrial Port Fund		Industrial Park Fund	Total
Assets												
Cash and cash equivalents	\$ 38,100	\$ 1,527	\$ 313,076	\$ 494,472	\$ 847,175	\$ -	\$ -	\$ 1	\$ 10,048	\$ 26,131	\$ 36,180	\$ 883,355
Receivables (net of allowance for uncollectibles)	39,061	-	15,782	-	54,843	-	-	-	-	-	-	54,843
Due from other agencies	-	-	-	599	599	-	-	-	-	-	-	599
Due from other governments	-	-	-	3,191	3,191	-	-	-	-	-	-	3,191
Due from other funds	543,589	2,400	-	-	545,989	-	-	-	200,000	-	200,000	745,989
Total assets	\$ 620,750	\$ 3,927	\$ 328,858	\$ 498,262	\$ 1,451,797	\$ -	\$ -	\$ 1	\$ 210,048	\$ 26,131	\$ 236,180	\$ 1,687,977
Liabilities and Fund Balances												
Liabilities:												
Accounts payable	\$ 17,768	\$ -	\$ -	\$ 47,473	\$ 65,241	\$ -	\$ -	\$ -	\$ -	\$ 20,000	\$ 20,000	\$ 85,241
Accrued liabilities	15,558	-	-	-	15,558	-	-	-	-	-	-	15,558
Due to other funds	9,422	-	49,105	-	58,527	-	-	-	210,048	49	210,097	268,624
Other liabilities	-	-	136,732	-	136,732	-	-	-	-	-	-	136,732
Total liabilities	\$ 42,748	\$ -	\$ 185,837	\$ 47,473	\$ 276,058	\$ -	\$ -	\$ -	\$ 210,048	\$ 20,049	\$ 230,097	\$ 506,155
Fund balances:												
Restricted for:												
Capital projects	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1	\$ -	\$ 6,082	\$ 6,083	\$ 6,083
Debt service	-	-	-	-	-	-	-	-	-	-	-	-
Assigned	578,002	3,927	143,021	450,789	1,175,739	-	-	-	-	-	-	1,175,739
Total fund balances	\$ 578,002	\$ 3,927	\$ 143,021	\$ 450,789	\$ 1,175,739	\$ -	\$ -	\$ 1	\$ -	\$ 6,082	\$ 6,083	\$ 1,181,822
Total liabilities and fund balances	\$ 620,750	\$ 3,927	\$ 328,858	\$ 498,262	\$ 1,451,797	\$ -	\$ -	\$ 1	\$ 210,048	\$ 26,131	\$ 236,180	\$ 1,687,977

TOWN OF VIDALIA, LOUISIANA

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2025

	Special Revenue				Debt Service		Capital Projects				Total Nonmajor Govern- mental Funds	
	Ambulance Fund	City Marshall Fund	Town Court Fund	Hotel Occupancy Fund	Total	Sales Tax Sinking Fund	Total	LCDBG Fund	Industrial Port Fund	Industrial Park Fund		Total
Revenues												
Sales and use	\$ 738,335	\$ -	\$ -	\$ 228,510	\$ 966,845	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 966,845
Intergovernmental revenues:												
State	40,116	7,431	-	-	47,547	-	-	-	-	9,570	9,570	57,117
Fines	-	15,759	47,208	-	62,967	-	-	-	-	-	-	62,967
Investment earnings	140	-	-	-	140	-	-	-	-	187	187	327
Other revenues	123,162	-	-	-	123,162	-	-	-	-	26,118	26,118	149,280
Total revenues	\$ 901,753	\$ 23,190	\$ 47,208	\$ 228,510	\$ 1,200,661	\$ -	\$ -	\$ -	\$ -	\$ 35,875	\$ 35,875	\$ 1,236,536
Expenditures												
General government	\$ -	\$ 29,039	\$ 229,572	\$ 98,425	\$ 357,036	\$ -	\$ -	\$ -	\$ -	\$ 177,247	\$ 177,247	\$ 534,283
Public safety	851,503	-	-	-	851,503	-	-	-	-	-	-	851,503
Capital outlay	6,000	-	8,310	-	14,310	-	-	-	-	-	-	14,310
Debt service:												
Principal	-	-	-	-	-	-	-	-	-	-	-	-
Interest and fiscal fees	-	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	\$ 857,503	\$ 29,039	\$ 237,882	\$ 98,425	\$ 1,222,849	\$ -	\$ -	\$ -	\$ -	\$ 177,247	\$ 177,247	\$ 1,400,096
Excess (deficiency) of revenues over expenditures	\$ 44,250	\$ (5,849)	\$ (190,674)	\$ 130,085	\$ (22,188)	\$ -	\$ -	\$ -	\$ -	\$ (141,372)	\$ (141,372)	\$ (163,560)
Other financing sources (uses)												
Transfers - in	\$ -	\$ 6,372	\$ 129,359	\$ -	\$ 135,731	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 135,731
Transfers - out	-	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	\$ -	\$ 6,372	\$ 129,359	\$ -	\$ 135,731	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 135,731
Net change in fund balance	\$ 44,250	\$ 523	\$ (61,315)	\$ 130,085	\$ 113,543	\$ -	\$ -	\$ -	\$ -	\$ (141,372)	\$ (141,372)	\$ (27,829)
Fund balances - beginning	\$ 533,752	\$ 3,404	\$ 204,336	\$ 320,704	\$ 1,062,196	\$ -	\$ -	\$ 1	\$ -	\$ 147,454	\$ 147,455	\$ 1,209,651
Fund balances - ending	\$ 578,002	\$ 3,927	\$ 143,021	\$ 450,789	\$ 1,175,739	\$ -	\$ -	\$ 1	\$ -	\$ 6,082	\$ 6,083	\$ 1,181,822

See Independent Auditor's Report.

TOWN OF VIDALIA, LOUISIANA
VIDALIA TOWN COURT FUND
LLA ENTITY ID: 2326

JUSTICE SYSTEM FUNDING REPORTING SCHEDULE-COLLECTING/DISBURSING ENTITY
AS REQUIRED BY ACT 87 OF THE 2020 REGULAR LEGISLATIVE SESSION-
CASH BASIS PRESENTATION

FOR THE YEAR ENDED JUNE 30, 2025

	First Six Month Period Ended December 31, 2024	Second Six Month Period Ended June 30, 2025
Beginning Balance of Amounts Collected	\$ 85,213	\$ 80,451
Add: Collections		
Criminal fines - other	\$ 73,916	\$ 86,101
Subtotal collections	\$ 73,916	\$ 86,101
Less: Disbursements to governments and nonprofits		
Louisiana Commission on Law Enforcement- POST Law Enforcement Training & Assistance	\$ (712)	\$ (421)
Central LA Juvenile Detention Facility, Criminal Court Costs	(1,950)	(1,283)
Indigent defender, bond forfeitures, and fines collected	(11,700)	(6,345)
Treasurer, State of Louisiana - CMIS, criminal convictions	(780)	(516)
Louisiana Supreme Court, civil and traffic filings	(133)	(100)
North Louisiana Crime Lab, bond forfeitures, and fees collected	(6,940)	(3,760)
Applied Technology, DWI	(350)	(75)
Town of Vidalia, general fund - criminal fees	(24,692)	(17,537)
Town of Vidalia, general fund - bond fees	(165)	(695)
Town of Vidalia, marshall fund - criminal fees	(7,800)	(5,168)
Less: Amounts retained by collecting agency		
Vidalia Town Court - criminal fees - other	\$ (22,556)	\$ (24,652)
Less: Disbursements to individuals/third party collection or processing agencies		
Refunds, restitution, etc.	\$ (900)	\$ (2,738)
Subtotal disbursements/retainage	\$ (78,678)	\$ (63,290)
Ending Balance of Amounts Collected but not Dispersed	\$ 80,451	\$ 103,262
Other Information:		
Ending balance of amounts assessed but not yet collected	\$ -	\$ -
Total waivers during the fiscal period	\$ -	\$ -

TOWN OF VIDALIA, LOUISIANA
TOWN MARSHALL FUND
LLA ENTITY ID: 2326

JUSTICE SYSTEM FUNDING REPORTING SCHEDULE-RECEIVING ENTITY
AS REQUIRED BY ACT 87 OF THE 2020 REGULAR LEGISLATIVE SESSION-
CASH BASIS PRESENTATION

FOR THE YEAR ENDED JUNE 30, 2025

	<u>First Six Month Period Ended December 31, 2024</u>	<u>Second Six Month Period Ended June 30, 2025</u>
Receipts From:		
Vidalia Town Court Fund - criminal fees	\$ 7,800	\$ 5,168
Subtotal receipts	<u>\$ 7,800</u>	<u>\$ 5,168</u>
Other Information:		
Ending balance of amounts assessed but not received	<u>\$ -</u>	<u>\$ -</u>

TOWN OF VIDALIA, LOUISIANA
GENERAL FUND
LLA ENTITY ID: 2326

JUSTICE SYSTEM FUNDING REPORTING SCHEDULE-RECEIVING ENTITY
AS REQUIRED BY ACT 87 OF THE 2020 REGULAR LEGISLATIVE SESSION-
CASH BASIS PRESENTATION

FOR THE YEAR ENDED JUNE 30, 2025

	First Six Month Period Ended <u>December 31, 2024</u>	Second Six Month Period Ended <u>June 30, 2025</u>
Receipts From:		
Vidalia Town Court Fund - criminal fees	\$ 24,692	\$ 17,537
Vidalia Town Court Fund - bond fees	<u>165</u>	<u>695</u>
Subtotal receipts	<u>\$ 24,857</u>	<u>\$ 18,232</u>
Other Information:		
Ending balance of amounts assessed but not received	<u>\$ -</u>	<u>\$ -</u>

REPORTS ON INTERNAL CONTROLS AND COMPLIANCE



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

Mayor and Members of the Board of Aldermen
Town of Vidalia, Louisiana
Vidalia, 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, each major fund, and the aggregate remaining fund information of Town of Vidalia, Louisiana (the Town), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements and have issued our report thereon dated March 30, 2026.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town'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's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 did not disclose any instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

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

A handwritten signature in cursive script that reads "Silas Simmons, LLP".

Natchez, Mississippi
March 30, 2026

SCHEDULE OF FINDINGS

TOWN OF VIDALIA, LOUISIANA
SCHEDULE OF FINDINGS
FOR THE YEAR ENDED JUNE 30, 2025

SECTION 1: SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

- | | |
|---|-------------|
| 1. Type of auditor's report issued on the basic financial statements: | Unqualified |
| 2. Internal control over financial reporting: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiencies identified that are not considered to be material weaknesses? | No |
| 3. Material noncompliance relating to the basic financial statements? | No |

TOWN OF VIDALIA, LOUISIANA
CURRENT YEAR FINDINGS, RECOMMENDATIONS, AND CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED JUNE 30, 2025

Section I - Financial Statement Findings

None.

TOWN OF VIDALIA, LOUISIANA
CURRENT YEAR FINDINGS, RECOMMENDATIONS, AND CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED JUNE 30, 2025

Section II – Internal Control and Compliance Material to Federal Awards

None.

TOWN OF VIDALIA, LOUISIANA
STATUS OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2024

Ref No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken (Yes, No, Partially)	Planned Corrective Action /Partial Corrective Action Taken
------------	---	------------------------	---	---

Section I - Financial Statement Findings

None.

Section II - Internal Control and Compliance Material to Federal Awards

None.