



***ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED JUNE 30, 2025***



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February 11, 2026

Independent Auditors' Report

To the Honorable Mayor and Board of Aldermen  
City of Oakdale, Louisiana

**QUALIFIED, AND UNMODIFIED 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 the City of Oakdale, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City of Oakdale's basic financial statements as listed in the table of contents.

**Summary of Opinions**

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Qualified
Business-Type Activities	Unmodified
General Fund	Qualified
Sales Tax Fund	Unmodified
Capital Projects Fund	Unmodified
Utility Fund	Qualified
Aggregate Remaining Fund Information	Unmodified

**QUALIFIED OPINION ON THE GOVERNMENTAL ACTIVITIES, GENERAL FUND, AND THE UTILITY FUND**

In our opinion, except for the effects of the matter described in the Basis for Qualified and Unmodified Opinions Section of our Report, the financial statements referred to above present fairly, in all material respects, the financial position of the Governmental Activities, General Fund, and Utility Fund of the City of Oakdale as of June 30, 2025 and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**UNMODIFIED OPINIONS ON BUSINESS-TYPE ACTIVITIES, SALES TAX FUND, CAPITAL PROJECTS FUND AND AGGREGATE REMAINING FUND INFORMATION**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, the sales tax fund, and the aggregate remaining fund information of the City of Oakdale, 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 QUALIFIED AND UNMODIFIED 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 City of Oakdale, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified and unmodified audit opinions.

**MATTERS GIVING RISE TO THE QUALIFIED OPINION ON THE UTILITY FUND**

The City of Oakdale has specific, identifiable revenue streams in the utility fund which are pledged in support of different revenue bonds, called segments. Governments with debt secured by specific segments are required to present financial information for each segment in the notes to the financial statements. Management has not presented this segment information as a disclosure in the notes to



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the financial statements. The amount by which this departure would affect the assets, deferred inflows and deferred outflows, liabilities, and net position has not been determined.

**MATTERS GIVING RISE TO THE QUALIFIED OPINION ON THE GOVERNMENTAL ACTIVITIES AND THE GENERAL FUND**

The City of Oakdale's police chief was arrested under a federal investigation subsequent to year end. After his arrest, the current administration became aware of matters related to the police department that give doubt to the validity of expenses and other matters related to the entire department. The amount by which this departure would affect the assets, deferred inflows and deferred outflows, liabilities, and net position has not been determined.

**MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

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

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 City of Oakdale's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

**AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Oakdale'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 City of Oakdale'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 the information listed below to supplement the basic financial statements.

- Management's Discussion and Analysis
- Budgetary Comparison Information
- Schedule of Net Pension Liability Data
- Schedule of Employer Contributions

Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

**SUPPLEMENTARY INFORMATION**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Oakdale's basic financial statements. The supplementary information listed in the table of contents is presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the additional information is fairly stated in all material respects in relation to the basic financial statements as a whole.

**OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS**

In accordance with Government Auditing Standards, we have also issued our report dated February 11, 2026, on our consideration of the City of Oakdale'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 solely 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 the effectiveness of the City of Oakdale's 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 City of Oakdale's internal control over financial reporting and compliance.



Rozier, McKay & Willis  
Certified Public Accountants  
Alexandria, Louisiana

# **City of Oakdale**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**June 30, 2025**

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This section of the City of Oakdale's annual financial report presents our discussion and analysis of the City's financial performance during the fiscal year ended June 30, 2025.

### **OVERVIEW OF FINANCIAL STATEMENTS**

The basic financial statements include government-wide financial statements and fund financial statements. These two types of financial statements present the City's financial position and results of operations from differing perspectives which are described as follows:

#### **Government –Wide Financial Statements**

The government-wide financial statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. These report all revenues and expenses regardless of when cash is received or paid. Furthermore, the government-wide statements include all of the City's assets (including infrastructure acquired after July 1, 1980) and all of the City's liabilities (including long-term debt).

The government-wide financial statements are divided into two categories, which are described as follows:

- **Governmental Activities** – Expenses incurred in connection with providing basic services including public safety, culture, recreation, public works and general administration are reported as governmental activities. The governmental activities are financed by taxes, license and permit fees, fines and forfeitures, and intergovernmental sources.
- **Business-Type Activities** – Expenses associated with providing utility services are recovered through fees paid by the customers that utilize these services. These activities are operated in a manner similar to commercial enterprises. Accordingly, activities associated with these services are reported as business type activities.

#### **Fund Financial Statements**

Fund financial statements provide detailed information regarding the City's most significant activities and are not intended to provide information for the City as a whole. Funds are accounting devices that are used to account for specific sources of funds. The City has two types of funds that are described as follows:

- **Governmental Funds** – These funds are used to account for essentially the same functions that are reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, the governmental fund uses a modified accrual basis of accounting that provides a short-term view of the City's finances. Assets reported by governmental funds are limited to amounts that are available for current needs. In addition, liabilities are limited to amounts that are expected to be paid from currently available assets.
- **Proprietary Fund** – These funds are used to account for activities that function in a manner similar to commercial enterprises, including activities associated with the City's utility services. Proprietary fund financial statements typically provide a more detailed presentation of the information reported in the business-type activities portion of the government-wide financial statements.

### **FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

A comparative analysis of government-wide financial data is presented as follows:

#### **Net Position**

A condensed version of the government-wide Statement of Net Position is presented as follows:

# City of Oakdale

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**June 30, 2025**

Table A Net Position							
	Governmental-Activities		Business-Type Activities		Total		
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	% Change
<b>Assets:</b>							
Current and Other Assets	\$ 2,873,668	\$3,980,342	\$ 876,670	\$ 1,780,310	\$ 3,750,338	\$ 5,760,652	-34.9%
Internal Balances	260,413	524,761	(260,413)	(524,761)	-	-	0.0%
Capital Assets	6,302,986	5,991,214	13,624,529	14,130,979	19,927,515	20,122,193	-1.0%
<b>Total Assets</b>	<b>9,437,067</b>	<b>10,496,317</b>	<b>14,240,786</b>	<b>15,386,528</b>	<b>23,677,853</b>	<b>25,882,845</b>	<b>-8.5%</b>
<b>Deferred Outflows</b>	<b>722,076</b>	<b>1,136,306</b>	<b>69,000</b>	<b>63,153</b>	<b>791,076</b>	<b>1,199,459</b>	<b>-34.0%</b>
<b>Liabilities:</b>							
Current and Other Liabilities	455,604	159,194	307,086	433,543	762,690	592,737	28.7%
Net Pension Liability	1,820,699	2,565,031	232,440	199,327	2,053,139	2,764,358	-25.7%
Long-term Liabilities	1,738,392	1,889,970	6,949,681	7,420,681	8,688,073	9,310,651	-6.7%
<b>Total Liabilities</b>	<b>4,014,695</b>	<b>4,614,195</b>	<b>7,489,207</b>	<b>8,053,551</b>	<b>11,503,902</b>	<b>12,667,746</b>	<b>-9.2%</b>
<b>Deferred Inflows:</b>	<b>605,861</b>	<b>502,261</b>	<b>13,730</b>	<b>8,845</b>	<b>619,591</b>	<b>511,106</b>	<b>21.2%</b>
<b>Net Position:</b>							
Invested in Capital Assets (Net)	4,271,588	3,736,696	6,639,768	6,983,718	10,911,356	10,720,414	1.8%
Restricted	1,947,086	3,426,473	283,810	190,982	2,230,896	3,617,455	-38.3%
Unrestricted	(680,087)	(647,002)	(116,729)	212,585	(796,816)	(434,417)	83.4%
<b>Total Net Position</b>	<b>\$ 5,538,587</b>	<b>\$6,516,167</b>	<b>\$ 6,806,849</b>	<b>\$ 7,387,285</b>	<b>\$12,345,436</b>	<b>\$13,903,452</b>	<b>-11.2%</b>

A condensed version of the government-wide Statement of net Position is presented in Table A. As Table A demonstrates, a large portion of the City's net position is invested in capital assets. Net position invested in capital assets consists of land, buildings, equipment, and infrastructure less any debt used to acquire the assets that remain outstanding. The City uses these capital assets to provide services to its citizens; consequently, these amounts are not available for future spending.

An additional portion of the net position represent resources that are subject to restrictions that are imposed by agreements with the City's bondholders or requirements imposed by various revenue sources.

Obligations associated with providing defined retirement benefits for all city employees have eliminated the City's unrestricted net position. Despite the absence of unrestricted net position, resources are available to sustain operations for the foreseeable future because the retirement obligations are long-term in nature.

### Changes in Net Position

A condensed version of the government-wide Statement of Changes in Net Position appears in Table B. The Governmental activities decreased the City's net position before transfers by \$751,787. This decrease is due to the City continuing to consume excess resources as a result of the loss of the gaming revenue and the sales tax propositions.

Business-type activities, excluding transfers, decreased the City's net position by \$806,229. This decrease is due to the depreciation recorded by the system.

# City of Oakdale

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**June 30, 2025**

<b>Table B</b>							
<b>Changes in Net Position</b>							
	<b>Governmental-Activities</b>		<b>Business-Type Activities</b>		<b>Total</b>		<b>% Change</b>
	<b>June 30, 2025</b>	<b>June 30, 2024</b>	<b>June 30, 2025</b>	<b>June 30, 2024</b>	<b>June 30, 2025</b>	<b>June 30, 2024</b>	
<b>Revenues:</b>							
Program Revenue:							
Charges for Services	\$ 269,997	\$ 491,441	\$ 2,030,913	\$ 2,173,726	\$ 2,300,910	\$ 2,792,351	-17.6%
Operating Grants and Contributions	266,004	161,886	-	747,780	266,004	909,666	-70.8%
Capital Grants and Contributions	615,500	796,203	-	1,570	615,500	797,773	-22.8%
General Revenue:							
Property Taxes	523,222	484,009	-	-	523,222	484,009	8.1%
Sales Taxes	1,035,509	1,625,092	-	-	1,035,509	1,625,092	-36.3%
Franchise Taxes	297,571	281,381	-	-	297,571	281,381	5.8%
Licenses and Permits	302,104	-	-	-	302,104	-	0.0%
Gaming Revenue	-	187,269	-	-	-	187,269	-100.0%
Other	221,442	466,174	63,696	1,825	285,138	467,999	-39.1%
<b>Total Revenue</b>	<b>3,531,349</b>	<b>4,493,455</b>	<b>2,094,609</b>	<b>2,924,901</b>	<b>5,625,958</b>	<b>7,545,540</b>	<b>-25.4%</b>
<b>Program Expenses:</b>							
General Government	1,177,390	1,617,977	-	-	1,177,390	1,617,977	-27.2%
Public Safety	1,930,269	1,995,219	-	-	1,930,269	1,995,219	-3.3%
Public Works	919,999	691,412	-	-	919,999	691,412	33.1%
Health and recreation	192,908	156,637	-	-	192,908	156,637	0.0%
Interest on long term debt	62,570	74,604	127,294	-	189,864	74,604	0.0%
Utility Service	-	-	2,773,544	1,948,923	2,773,544	1,948,923	42.3%
<b>Total Expenses</b>	<b>4,283,136</b>	<b>4,535,849</b>	<b>2,900,838</b>	<b>1,948,923</b>	<b>7,183,974</b>	<b>6,484,772</b>	<b>10.8%</b>
<b>Increase (Decrease) in Net Position</b>							
Before Transfers	(751,787)	(42,394)	(806,229)	975,978	(1,558,016)	1,060,768	-246.9%
Transfers	(225,793)	481,995	225,793	(481,995)	-	-	-
<b>Change in Net Position</b>	<b>(977,580)</b>	<b>439,601</b>	<b>(580,436)</b>	<b>493,983</b>	<b>(1,558,016)</b>	<b>1,060,768</b>	<b>-246.9%</b>
<b>Net Position Beginning</b>	<b>6,516,167</b>	<b>6,076,566</b>	<b>7,387,285</b>	<b>6,893,302</b>	<b>13,903,452</b>	<b>12,969,868</b>	<b>7.2%</b>
<b>Net Position Ending</b>	<b>\$ 5,538,587</b>	<b>\$6,516,167</b>	<b>\$ 6,806,849</b>	<b>\$ 7,387,285</b>	<b>\$12,345,436</b>	<b>\$14,030,636</b>	<b>-12.0%</b>

### FINANCIAL ANALYSIS OF THE CITY'S FUNDS

An analysis of significant matters affecting the City's funds is presented as follows:

- The City's general fund reported a fund balance of \$575,604 which represents a decrease of \$340,172. This decrease is due to a decrease in operating revenues.
- The City's sales tax fund reported a fund balance of \$1,586,611, which represents a decrease of \$859,202. This decrease is largely due to the expiration of the City's sales tax during the current fiscal year.
- The City's capital projects fund reported a negative fund balance of \$45,989. This fund balance will be paid through appropriations in the subsequent year for the City's match on grant funding.
- Amounts reported for business-type activities in the City's individual funds are identical to the business-type activities reported in the government-wide presentation.

### GENERAL FUND BUDGET HIGHLIGHTS

The City's general fund and sales tax funds are required to adopt an annual budget. The budgets were not amended for the current year. Budget variances for expenditures and other uses in the General Fund and Sales Tax Fund were not within the range allowed by Louisiana Revised Statutes.

# **City of Oakdale**

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**June 30, 2025**

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### **CAPITAL ASSET ADMINISTRATION**

Highlights of the City's capital asset administration are provided as follows:

- Equipment purchases included a sewer jetter for the sewer fund and new playground equipment.
- During the current year, the City completed the sludge removal at the waste water treatment plant.
- The City began extensive water system improvements funded largely by grant monies.

### **DEBT ADMINISTRATION**

The City's borrowing activities included paying installments due on existing obligations.

### **FACTORS EXPECTED TO AFFECT FUTURE OPERATIONS**

The City's two sales tax propositions were placed on the ballot and approved by voters subsequent to year end. These two sales taxes will impact the City's future operations. There are no other events or conditions have been identified that are expected to have a significant influence on future operations.

# ***City of Oakdale***

## **STATEMENT OF NET POSITION**

**June 30, 2025**

	Governmental Activities	Business-Type Activities	Total
<b><u>ASSETS</u></b>			
Cash and Cash Equivalents	\$ 2,440,535	\$ 166,867	\$ 2,607,402
Receivables (Net)	428,363	425,993	854,356
Other Assets	4,770	-	4,770
Restricted Assets			
Cash	-	283,810	283,810
Internal Balances	260,413	(260,413)	-
Lease Receivable	314,255	-	314,255
Subscription Based Information Technology	47,679	-	47,679
Capital Assets			
Non Depreciable Capital Assets	532,583	70,543	603,126
Depreciable Capital Assets, Net	5,408,469	13,553,986	18,962,455
<b>Total Assets</b>	<u>9,437,067</u>	<u>14,240,786</u>	<u>23,677,853</u>
<b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b>			
Pension Funding Deferrals	722,076	69,000	791,076
<b>Total Deferred Outflows</b>	<u>722,076</u>	<u>69,000</u>	<u>791,076</u>
<b><u>LIABILITIES</u></b>			
Accounts Payable	430,990	158,670	589,660
Accrued Interest Payable	24,614	35,080	59,694
Deposits Due Others	-	113,336	113,336
Long-Term Liabilities			
Compensated Absences	25,877	-	25,877
Net Pension Liability	1,820,699	232,440	2,053,139
Subscription Based Information Technology			
Due Within One Year	26,546	-	26,546
Due in More than One Year	16,505	-	16,505
Long-Term Debt			
Due Within One Year	143,744	480,000	623,744
Due in More than One Year	1,525,720	6,469,681	7,995,401
<b>Total Liabilities</b>	<u>4,014,695</u>	<u>7,489,207</u>	<u>11,503,902</u>
<b><u>DEFERRED INFLOWS OF RESOURCES</u></b>			
Pension Funding Deferrals	303,568	13,730	317,298
Leased Property	302,293	-	302,293
<b>Total deferred inflows</b>	<u>605,861</u>	<u>13,730</u>	<u>619,591</u>
<b><u>NET POSITION</u></b>			
Invested in Capital Assets, Net of Related Debt	4,271,588	6,639,768	10,911,356
Restricted:			
Activities Permitted by Sales Tax Proposition	1,586,611	-	1,586,611
Debt Service	360,475	283,810	644,285
Unrestricted	(680,087)	(116,729)	(796,816)
<b>Total Net Position</b>	<u>\$ 5,538,587</u>	<u>\$ 6,806,849</u>	<u>\$ 12,345,436</u>

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

# **City of Oakdale**

## **STATEMENT OF ACTIVITIES** **Year Ended June 30, 2025**

		Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Net (Expenses) Revenue
<b><u>Governmental Activities:</u></b>					
General Government					
City Administration	\$ 1,009,845	\$ -	\$ -	\$ -	\$ (1,009,845)
Judicial	167,545	-	-	-	(167,545)
Public Safety					
Police Department	1,532,408	214,786	103,206	-	(1,214,416)
Fire Department	397,861	-	66,260	-	(331,601)
Public Works					
Street and Drainage	919,999	-	71,538	215,500	(632,961)
Culture & Recreation					
Recreation Department	192,908	55,211	25,000	400,000	287,303
Interest on long term debt	62,570	-	-	-	(62,570)
Total Governmental Activities	<u>4,283,136</u>	<u>269,997</u>	<u>266,004</u>	<u>615,500</u>	<u>(3,131,635)</u>
<b><u>Business-Type Activities:</u></b>					
Water	801,511	966,063	-	-	164,552
Sewer	1,972,033	1,064,850	-	-	(907,183)
Interest on Long Term Debt	127,294	-	-	-	(127,294)
Total Business-Type Activities	<u>2,900,838</u>	<u>2,030,913</u>	<u>-</u>	<u>-</u>	<u>(869,925)</u>
Total	<u>\$ 7,183,974</u>	<u>\$ 2,300,910</u>	<u>\$ 266,004</u>	<u>\$ 615,500</u>	<u>\$ (4,001,560)</u>

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

***City of Oakdale***

***STATEMENT OF ACTIVITIES (Continued)***

***Year Ended June 30, 2025***

	<u>Governmental Activities</u>	<u>Business- Type Activities</u>	<u>Total</u>
Net (Expense) Revenue (Continued From Previous Page)	\$ (3,131,635)	\$ (869,925)	\$ (4,001,560)
General Revenues:			
Taxes:			
Ad Valorem	523,222	-	523,222
Sales	1,035,509	-	1,035,509
Licenses & Permits			
Franchise Fees	297,571	-	297,571
Occupational Licenses	302,104	-	302,104
Surplus Property	77,255	-	77,255
Interest Income	20,287	2,303	22,590
Other	123,900	61,393	185,293
Transfers	<u>(225,793)</u>	<u>225,793</u>	<u>-</u>
Total General Revenues and Transfers	<u>2,154,055</u>	<u>289,489</u>	<u>2,443,544</u>
Change in Net Position	(977,580)	(580,436)	(1,558,016)
Net Position Beginning, As Originally Reported	6,371,148	7,529,781	13,900,929
Prior Period Adjustment	145,019	(142,496)	2,523
Net Position - Beginning, As Adjusted	<u>6,516,167</u>	<u>7,387,285</u>	<u>13,903,452</u>
Net Position Ending	<u>\$ 5,538,587</u>	<u>\$ 6,806,849</u>	<u>\$ 12,345,436</u>

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

# **City of Oakdale**

## **Balance Sheet**

### **Governmental Funds - June 30, 2025**

	General Fund	Dedicated Sales Tax	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Cash and Cash Equivalents	\$ 1,033,644	\$ 895,744	\$ -	\$ 511,147	\$ 2,440,535
Interfund Receivables	271,567	690,867	114,722	112,831	1,189,987
Receivables (Net)	190,244	-	238,119	-	428,363
Other Assets	4,484	-	-	286	4,770
<b>Total assets</b>	<u>1,499,939</u>	<u>1,586,611</u>	<u>352,841</u>	<u>624,264</u>	<u>4,063,655</u>
<b>Liabilities and Fund Balance</b>					
<b><u>Liabilities</u></b>					
Accounts Payable	95,675	-	272,956	6,322	374,953
Accrued Expenses	56,037	-	-	-	56,037
Interfund Payables	772,623	-	125,874	31,077	929,574
<b>Total Liabilities</b>	<u>924,335</u>	<u>-</u>	<u>398,830</u>	<u>37,399</u>	<u>1,360,564</u>
<b><u>Fund Balance</u></b>					
Nonspendable	-	-	-	-	-
Restricted For:					
Activities Permitted by Sales Tax Proposition	-	1,586,611	-	-	1,586,611
Debt Service	-	-	-	360,475	360,475
Unassigned	575,604	-	(45,989)	226,390	756,005
<b>Total Fund Balances</b>	<u>575,604</u>	<u>1,586,611</u>	<u>(45,989)</u>	<u>586,865</u>	<u>2,703,091</u>
<b>Total Liabilities and Fund Balance</b>	<u>\$ 1,499,939</u>	<u>\$ 1,586,611</u>	<u>\$ 352,841</u>	<u>\$ 624,264</u>	<u>\$ 4,063,655</u>

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

# **City of Oakdale**

## **Reconciliation of Fund Balances on the Balance Sheet for Governmental Funds to Net Position of Governmental Activities on the Statement of Net Position**

**Year Ended June 30, 2025**

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Total Fund Balances - Governmental Funds		\$ 2,703,091
Amounts reported for governmental activities in the statement of net position are different because:		
Deferred inflows of resources that do not meet criteria for inclusion in the Governmental Fund Balance Sheet		(605,861)
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		5,941,052
Leased assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Leases Receivable	314,255	
Subscription Based Information Technology	47,679	361,934
Liabilities not due and payable in the current period are excluded from the Governmental Fund Balance Sheet		
Long Term Debt	(1,669,464)	
Accrued Interest	(24,614)	
Subscription Based Information Technology	(43,051)	
Compensated Absences	(25,877)	
Net Pension Asset (Liability)	(1,820,699)	(3,583,705)
Deferred outflows of resources that do not meet criteria for inclusion in the Governmental Fund Balance Sheet		<u>722,076</u>
Net Position of Governmental Activities		<u>\$ 5,538,587</u>

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

# City of Oakdale

## **Statement of Revenues, Expenditures and Changes in Fund Balance Governmental Funds - Year Ended June 30, 2025**

	General Fund	Dedicated Sales Tax	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Taxes:					
Ad Valorem	\$ 218,848	\$ -	\$ -	\$ 304,374	\$ 523,222
Sales	-	1,035,509	-	-	1,035,509
Licenses & Permits:					
Franchise Fees	297,571	-	-	-	297,571
Occupational Licenses	293,735	-	-	-	293,735
Other	8,369	-	-	-	8,369
Intergovernmental					
Federal	19,697	-	615,500	-	635,197
State and local	235,168	-	-	21,600	256,768
Fines and Forfeitures	199,840	-	-	-	199,840
Rental Income	55,211	-	-	-	55,211
Surplus Property	77,255	-	-	-	77,255
Other	92,051	-	-	44,660	136,711
<b>Total Revenues</b>	<u>1,497,745</u>	<u>1,035,509</u>	<u>615,500</u>	<u>370,634</u>	<u>3,519,388</u>
<b>Expenditures:</b>					
Current:					
General Government					
Legislative	48,804	-	-	-	48,804
Judicial	167,545	-	-	-	167,545
Executive	60,024	-	-	-	60,024
Legal	50,341	-	-	-	50,341
Financial	784,944	-	-	-	784,944
Public Safety					
Police Department	1,559,273	-	-	-	1,559,273
Fire Department	-	-	-	381,555	381,555
Public Works					
Streets and Drainage	793,787	-	-	-	793,787
Culture & Recreation					
Recreation Department	168,964	-	-	-	168,964
Capital Expenditures	40,000	-	668,614	-	708,614
Debt Service	55,352	-	-	181,823	237,175
<b>Total Expenditures</b>	<u>3,729,034</u>	<u>-</u>	<u>668,614</u>	<u>563,378</u>	<u>4,961,026</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(2,231,289)	1,035,509	(53,114)	(192,744)	(1,441,638)

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

# **City of Oakdale**

## **Statement of Revenues, Expenditures and Changes in Fund Balance Governmental Funds - Year Ended June 30, 2025**

	General Fund	Dedicated Sales Tax	Capital Projects	Other Governmental Funds	Total Governmental Funds
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	(2,231,289)	1,035,509	(53,114)	(192,744)	(1,441,638)
<b><u>Other Financing Sources (Uses):</u></b>					
Operating Transfers	<u>1,891,117</u>	<u>(1,894,711)</u>	<u>-</u>	<u>(222,199)</u>	<u>(225,793)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>1,891,117</u>	<u>(1,894,711)</u>	<u>-</u>	<u>(222,199)</u>	<u>(225,793)</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	(340,172)	(859,202)	(53,114)	(414,943)	(1,667,431)
<b>Fund Balance (Deficit) - Beginning</b>	<u>915,776</u>	<u>2,445,813</u>	<u>7,125</u>	<u>1,001,808</u>	<u>4,370,522</u>
<b>Fund Balance (Deficit) - End of Year</b>	<u>\$ 575,604</u>	<u>\$ 1,586,611</u>	<u>\$ (45,989)</u>	<u>\$ 586,865</u>	<u>\$ 2,703,091</u>

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

# **City of Oakdale**

## **Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities**

**Year Ended June 30, 2025**

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Net change in fund balances of Governmental Funds \$ (1,667,431)

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 estimated useful lives and reported as depreciation expense. The effect of capital expenditures and depreciation are presented as follows:

Capital Expenditures	708,614
Depreciation	(329,556)
Amortization of Subscription Based Information Technology	(16,993)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction however, has any effect on net position.

Repayment of Long-Term Debt	138,673
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Compensated absences are recorded in the governmental funds when paid, but are recorded in the statement of activities when earned. This represents the amount compensated absences paid exceed amounts earned in the current period.

	2,730
--	-------

Changes in subscription based information technology	10,175
--	--------

Changes in lease receivable including related deferred inflows related to long term leases	11,962
--	--------

Changes in net pension liability including related deferred inflows and outflows	<u>164,246</u>
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Change in net position of governmental activities \$ (977,580)

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

# **City of Oakdale**

## **Statement of Net Position Proprietary Funds - June 30, 2025**

	Business-Type Activities Enterprise Funds Utility System
<b><u>ASSETS:</u></b>	
Current Assets:	
Cash and Cash Equivalents	\$ 166,867
Receivables (Net)	425,993
Total Current Assets	<u>592,860</u>
Restricted Assets:	
Cash and Cash Equivalents	283,810
Noncurrent Assets:	
Non Depreciable Capital Assets	70,543
Depreciable Capital Assets, Net	13,553,986
<b>Total Assets</b>	<u><u>14,501,199</u></u>
<b><u>DEFERRED OUTFLOWS OF RESOURCES:</u></b>	
Pension Funding Deferrals	69,000
<b>Total Deferred Inflows</b>	<u><u>69,000</u></u>
<b><u>LIABILITIES:</u></b>	
Current Liabilities:	
Accounts Payable	158,670
Interfund Payables	260,413
Deposits Due Others	113,336
Total Current Liabilities	<u>532,419</u>
Liabilities Payable From Restricted Assets:	
Accrued Interest Payable from Restricted Assets	35,080
Current Portion of Long-Term Debt	480,000
Noncurrent Liabilities:	
Net Pension Liability	232,440
Long-Term Debt	
Due in More Than One Year	6,469,681
<b>Total Liabilities</b>	<u><u>7,749,620</u></u>
<b><u>DEFERRED INFLOWS OF RESOURCES:</u></b>	
Pension Funding Deferrals	13,730
<b>Total Deferred Inflows</b>	<u><u>13,730</u></u>
<b><u>NET POSITION:</u></b>	
Invested in Capital Assets, Net of Related Debt	6,639,768
Restricted for Debt Service	283,810
Unrestricted	(116,729)
<b>Total Net Position</b>	<u><u>\$ 6,806,849</u></u>

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

# **City of Oakdale**

## **Statement of Revenues, Expenses and Changes in Fund Net Position Proprietary Funds - June 30, 2025**

	Business-Type Activities Enterprise Funds Utility System
<b><u>Operating Revenues</u></b>	
Service Fees	
Water Sales	\$ 966,063
Sewer Service Fees	1,064,850
Other Fees	61,393
<b>Total Operating Revenues</b>	<u>2,092,306</u>
<b><u>Operating Expenses</u></b>	
Water Department	801,511
Sewer Department	1,972,033
<b>Total Operating Expenses</b>	<u>2,773,544</u>
<b>Operating Income (Loss)</b>	<u>(681,238)</u>
<b><u>Noncapital Subsidies</u></b>	
Operating Transfers	225,793
<b>Total noncapital subsidies</b>	<u>225,793</u>
<b>Operating Income (Loss) and noncapital subsidies</b>	(455,445)
<b><u>Nonoperating Revenues (Expenses)</u></b>	
Interest Revenue	2,303
Interest Expense	(127,294)
<b>Total other nonoperating revenue (expenses)</b>	<u>(124,991)</u>
<b>Change in Net Position</b>	(580,436)
<b>Net Position - Beginning, As Originally Reported</b>	<u>7,529,781</u>
<b>Prior Period Adjustment</b>	<u>(142,496)</u>
<b>Net Position - Beginning, As Adjusted</b>	<u>7,387,285</u>
<b>Total Net Position - Ending</b>	<u>\$ 6,806,849</u>

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

# **City of Oakdale**

## **Statement of Cash Flows**

### **Proprietary Funds - Year Ended June 30, 2025**

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	Business-Type Activities Enterprise Funds Utility System
<b><u>Cash Flow from Operating Activities</u></b>	
Cash Received from Customers	\$ 1,969,901
Cash Payments to Suppliers of Goods and Services	(1,650,765)
Cash Payments to Employees for Services	(215,825)
Net Cash Provided (used) by Operating Activities	<u>103,311</u>
<b><u>Cash Flows From Non-Capital Financing Activities</u></b>	
Change in interfund balance	(264,348)
Operating Transfers	225,793
Net Cash Provided (used) by Non-Capital Financing Activities	<u>(38,555)</u>
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>	
Acquisition of Capital Assets	(503,268)
Grant Proceeds Received	187,112
Principle Paid on Debt Instruments	(471,000)
Interest Paid on Debt Instruments	(127,294)
Net Cash Provided (used) by Capital and Related Financing Activities	<u>(914,450)</u>
<b><u>Cash Flows from Investing Activities</u></b>	
Interest and Other Income	2,303
Net Cash Provided (used) by Investing Activities	<u>2,303</u>
<b>Net Increase (Decrease) in Cash</b>	(847,391)
<b>Beginning Cash Balance</b>	<u>1,298,068</u>
<b>Ending Cash Balance</b>	450,677
<b>Restricted Cash and Cash Equivalents</b>	<u>283,810</u>
<b>Cash and Cash Equivalents</b>	<u>\$ 166,867</u>

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

# **City of Oakdale**

## **Statement of Cash Flows (Continued)** **Proprietary Funds - Year Ended June 30, 2025**

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	<u>Business-Type Activities</u> <u>Enterprise Funds</u> <u>Utility System</u>	
<b><u>Reconciliation of Operating Income (Loss) to</u></b>		
<b><u>Net Cash Provided (Used) by Operating Activities</u></b>		
Operating Income (Loss)	\$	(681,238)
Adjustments to Reconcile Operating Income to Net Cash		
Provided by Operating Activities:		
Depreciation		743,129
(Increase) Decrease in Accounts Receivable		(130,863)
(Decrease) Increase in Accounts and Other Payables		131,674
(Decrease) Increase in Net Pension Liabilities and Other Post Employment Benefits		32,151
(Decrease) Increase in Meter Deposits		<u>8,458</u>
Net Cash Provided (Used) by Operating Activities	\$	<u>103,311</u>

### **Supplemental disclosures of cash flow information:**

During the year ended June 30, 2025 there were no operating, financing, or investing activities that did not result in cash receipts or payments.

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

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

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### **NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Oakdale (the City) was incorporated under the provisions of the Lawrason Act in 1890. The City is governed by a Mayor and a Board of Alderman consisting of five (5) members. Services provided by the City include police protection, fire protection, street maintenance, drainage, recreation and sanitation. The City also operates a water distribution system, a sewer system, and an electrical distribution system.

The accompanying policies conform to generally accepted accounting principles for governmental units.

#### **Financial Reporting Entity**

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

Governmental Accounting Standards establish criteria for determining which component units should be considered part of the City of Oakdale for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. Standards set forth criteria to be considered in determining financial accountability as follows:

1. Appointing a voting majority of an organization's governing body, and
  - a) The ability of the City to impose its will on that organization and/or
  - b) The potential for the organization to provide specific financial benefits to or impose specific financial burdens on the City.
2. Organizations for which the City does not appoint a voting majority but are fiscally dependent on the City.
3. Organizations for which the reporting entity financial statements would be misleading if data of the organization is not included because of the nature or significance of the relationship.

Based on the criteria presented above, the City has no component units. In reaching this conclusion, the operations of the City Court System and City Marshall's Office were considered; however, it was determined that neither met the necessary criteria for classification as a component unit.

#### **Basic Financial Statements**

The basic financial statements include both government-wide and fund financial statements. Both government-wide and fund financial statements categorize activities as either governmental activities or business-type activities, which are described as follows:

- Governmental activities involve government services that are normally supported by taxes and intergovernmental revenues.
- Business-type activities rely on fees and charges for support and operate in a manner similar to private sector enterprises.

The government-wide and fund financial statements present the City's financial position and results of operations from differing perspectives which are described as follows:

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

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### Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the City as a whole. The effect of most interfund activity is eliminated from these financial statements. Furthermore, government-wide financial statements exclude fiduciary activities which are reported in the fund financial statements.

Program revenues reported in the Statement of Activities consist of amounts that are directly associated with a governmental service or business-type activity. Program revenues include charges for services, fines, court cost, contributions associated with a particular function and most grants.

### Fund Financial Statements

Funds are separate accounting entities that are designed to assist with demonstrating legal compliance and segregating transactions by activity. Separate financial statements are provided for governmental funds and business-type (enterprise) funds. In addition, separate financial statements are presented for any fiduciary activities. Major individual funds are reported as separate columns in the fund financial statements. The City's major funds are described as follows:

#### Major Governmental Funds

General Fund – The general fund is the primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Dedicated Sales Tax – The sales tax fund is a special revenue fund used to account for the proceeds of a 1% and 0.3% sales tax subject to commitments imposed by the governing body that is described in Note 7.

Capital Projects Fund – This fund is used to account for large grant funds received.

#### Major Business-Type Funds

Utility System – The utility fund is used to account for the operation of the City's water and sewer system, which are supported by user charges.

Business-Type funds distinguish operating revenues, expenses, and noncapital subsidies from non-operating items. Operating revenues and expenses generally result from providing goods and services in connection with the funds ongoing operations. Principal operating revenues are charges to customers for water and sewer service.

### Basis of Accounting and Measurement Focus

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The basis of accounting and measurement focus used for various financial statement presentations are described as follows:

<u>Financial Statement Presentation</u>	<u>Basis of Accounting</u>	<u>Measurement Focus</u>
Government-Wide Financial Statements	Accrual Basis	Economic Resources
Fund Financial Statements:		
Governmental Funds	Modified Accrual Basis	Current Financial Resources
Proprietary Funds	Accrual Basis	Economic Resources

Under the accrual basis of accounting and the economic resources measurement focus, revenues are recorded when earned and expenses are recorded when a liability is incurred.

Under the modified accrual basis of accounting and the current financial resources measure focus revenue is recognized when it is considered measurable and available. Revenue is considered available if it is collected within 60 days of year end. In addition, expenses are generally recorded when a liability has been incurred; however, debt service, compensated absences, claims and judgments are recorded as expenses when payment is made. Furthermore, when the current financial

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

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resources measurement focus is used, amounts recorded as assets exclude capital assets and the acquisition of capital assets is treated as an expenditure of funds. In addition, long-term debts are excluded from amounts reported as liabilities. Proceeds from issuing long-term debt are reported as an other financing source and repayment of long-term debt is reported as an expenditure of funds.

### Use of Estimates

The preparation of financial statement in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

### Restricted Assets:

Restricted assets represent resources that must be expended in a specific manner. Restrictions of this nature are imposed by various contractual obligations including grant agreements and bond covenants. Whenever restricted assets can be used to satisfy an obligation, the restricted assets are typically consumed before utilizing any unrestricted resources.

### Budget Practices:

Budgets including any amendments are prepared in the manner prescribed by Louisiana revised statutes. City budgets present revenue and expenditures on a basis which is consistent with generally accepted accounting principles. Budgets are adopted annually for the general fund and each special revenue fund. The remaining funds are not required to adopt budgets.

### Capital Assets

Capital assets, which include property, equipment and infrastructure, are reported as assets in the applicable governmental or business-type columns in the government-wide financial statements and in the fund financial statements for proprietary funds. Assets reported in the fund financial statements for governmental funds exclude capital assets. Instead, the governmental funds report the acquisition of capital assets as expenditures rather than asset acquisitions.

All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value when received by the City. As required by Governmental Accounting Standards, the City has retroactively capitalized infrastructure acquired after a certain date. Infrastructure capitalized retroactively includes streets, sidewalks, bridges, and drainage improvements.

Capital assets are depreciated using the straight-line method and estimated useful lives ranging from 4 to 50 years. Useful lives are selected depending on the expected durability of the particular asset.

### Cash and Cash Equivalents:

Amounts reported as cash and cash equivalents (restricted and unrestricted) include all cash on hand, cash in bank accounts, certificates of deposit held by local fiscal agents and highly liquid investments. Credit risk associated with bank deposits is limited by requiring fiscal agent banks to pledge securities as required by State Law. Furthermore, interest rate risk associated with certificates of deposits is typically mitigated by purchasing instruments that mature within a short frame of time.

### Internal Activity:

Resources belonging to particular funds are commonly shared with other funds that need access to additional resources. When resources are provided without expectation of repayment, the transaction is reported as a transfer. Transfers are treated as a source of income by the recipient and as an expense or expenditure by the provider. If repayment is eventually expected to occur, interfund receivables and payables are recorded.

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

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In preparing the government-wide financial statements, transfers are eliminated to present net transfers for governmental activities and business-type activities. In addition, interfund receivables and payables are eliminated to present a net internal balance for each type of activity.

### Investments

The City may invest in United States Bonds, Treasury Notes, Time Certificates of Deposit of any bank domiciled or having a branch in the State of Louisiana, investments as stipulated in state law, or any other federally insured investments. Investments consist of amounts held in such securities, which are stated at fair value.

### Compensated Absences

Full time and regular part-time employees earn vacation at rates that vary depending on length of service and civil service classification. Unused vacation that employees are allowed to carry forward is reported as a liability. The portion of the liability for compensated absences attributable to governmental funds and activities is typically liquidated by the general fund.

### Fund Balance Classification:

Approval of the majority of the Board of Aldermen is required to approve the commitment of fund balances. In situations where it is permissible to spend restricted or committed resources, the City typically depletes the available restricted or committed resources before consuming unrestricted resources.

### NOTE 2 - ACCOUNTS RECEIVABLE

Accounts receivable for the year ended June 30, 2025 are summarized as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>Accounts Receivable</u>			
Charges for Services	\$ ----	\$ 837,568	\$ 837,568
Franchise Taxes	61,784	----	61,784
Payment in Lieu of Taxes	19,055	----	19,055
Occupational Licenses	24,031	----	24,031
Other	286	----	286
Total Accounts Receivable	<u>105,156</u>	<u>837,568</u>	<u>942,724</u>
 <u>Due From Other Governmental Units</u>			
Sales Tax / Grants Receivable	57,800	----	57,800
Federal Grants Receivable	238,119	52,339	290,458
Court Fines	27,288	----	27,288
Total Due From Other Governments	<u>323,207</u>	<u>52,339</u>	<u>375,546</u>
 Total Receivables	428,363	889,907	1,318,270
Allowance for Doubtful Accounts	----	(463,914)	(463,914)
 Receivables (Net)	<u>\$ 428,363</u>	<u>\$ 425,993</u>	<u>\$ 854,356</u>

### NOTE 3 - CASH AND CASH EQUIVALENTS

At June 30, 2025, cash and cash equivalents included the following amounts:

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
Cash Deposited in Banks	\$ 2,439,168	\$ 449,611	\$ 2,888,779
Petty Cash	1,367	1,066	2,433
Total Cash and Equivalents	2,440,535	450,677	2,891,212
Restricted Cash and Equivalents	----	283,810	283,810
Cash and Cash Equivalents	<u>\$ 2,440,535</u>	<u>\$ 166,867</u>	<u>\$ 2,607,402</u>

### Cash Deposited in Banks

Cash deposited in banks is stated at cost, which approximates market. At June 30, 2025, the City had \$2,888,779 in deposits (\$2,924,315 collected bank balance). These deposits are secured from risk by \$287,568 of federal deposit insurance, \$53,836 of National Credit Union Administration, \$538,500 of pledged securities held by the custodial bank in the name of the fiscal agent bank, and an irrevocable standby letter of credit from the Federal Home Loan Bank of Dallas in the amount of \$5,000,000.

### NOTE 4 - SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS (SBITA)

The City's accounting system has been acquired through an arrangement that provides access to the technology for a period of 60 months. In connection with these arrangements, a SBITA liability and an intangible right to use asset have been reported. The SBITA requires fixed annual payments of \$27,525. Interest was imputed at a rate of 2.2750% resulting in an initial value of \$119,198 that will be amortized over the life of the arrangement.

A summary of the principal and interest amounts for the remaining arrangements includes the following principal and interest payments:

	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2026	\$ 26,546	\$ 979	\$ 27,525
2027	16,505	376	16,881
Total	<u>\$ 43,051</u>	<u>\$ 1,355</u>	<u>\$ 44,406</u>

The intangible right to use asset and related amortization are summarized as follows:

	Initial Value	Accumulated Amortization	Remaining Balance
Subscription Based Technology	\$ 119,198	\$ 71,519	\$ 47,679

### NOTE 5 - LEASING

The City has entered into two lessor arrangements for real estate owned by the City. The City is reporting a lease receivable of \$314,255 at June 30, 2025. For the year ended, the City recognized lease revenue from deferred inflows of \$41,504 and interest revenue of \$19,971. Details of the lessor arrangements are as follows:

Warehouse: The City has entered a 60 month lease, commencing January 1, 2024 for a local business to rent warehouse space. The lease grants the right for the tenant to terminate the contract at any time with 30 days notice. However, this tenant has been renting for many years and never exercised the termination clause. Therefore, it is reasonably certain that the termination clause will not be exercised. The city receives monthly payments of \$3,000 through December 2029.

Office building: The City has entered a 240 month lease, commencing January 1, 2024 for a local medical professional to rent office space. The lease grants the right for the tenant to lease the space for an additional five years at the end of the

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

contract. However, due to the length of the lease, it is reasonable that the contract may not be extended. The city receives monthly payments of \$1,500 through December 2043.

### **NOTE 6 - LONG-TERM LIABILITIES**

The City's long-term liabilities are summarized as follows:

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
Compensated Absences	\$ 25,877	\$ ----	\$ 25,877
Net Pension Liability	1,820,699	232,440	2,053,139
Subscription Based Information Technology	43,051	----	43,051
Long-Term Debt	1,669,464	6,949,681	8,619,145
Total Long-term Debt	<u>3,559,091</u>	<u>7,182,121</u>	<u>10,741,212</u>

Payments to employees for compensated absences and contributions to retirement systems are typically made from the fund that provides the employee's ordinary compensation. Details regarding the City's long-term debt are provided as follows:

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b><u>Long-Term Debt</u></b>			
Installment Purchase Agreements	\$ 164,464	\$ ----	\$ 164,464
General Obligation Bonds	1,505,000	----	1,505,000
Revenue Bonds	----	3,561,295	3,561,295
Bond Anticipation Notes	----	3,388,386	3,388,386
Total Long-term Debt	1,669,464	6,949,681	8,619,145
Due Within One Year	143,744	480,000	623,744
Due in More Than One Year	<u>\$ 1,525,720</u>	<u>\$ 6,469,681</u>	<u>\$ 7,995,401</u>

Long-term debt activity during the year ended June 30, 2025 is summarized as follows:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>
<b><u>Governmental Activities</u></b>				
Installment Purchase Agreements	\$ 213,137	\$ ----	\$ 48,673	\$ 164,464
General Obligation Bond	1,595,000	----	90,000	1,505,000
Total Governmental Activities	<u>1,808,137</u>	<u>----</u>	<u>138,673</u>	<u>1,669,464</u>
<b><u>Business-Type Activities</u></b>				
Revenue Bonds	3,861,295	----	300,000	3,561,295
Bond Anticipation Notes	3,559,386	----	171,000	3,388,386
Total Business-Type Activities	<u>7,420,681</u>	<u>----</u>	<u>471,000</u>	<u>6,949,681</u>
Total Long-term Debts	<u>\$ 9,228,818</u>	<u>\$ ----</u>	<u>\$ 609,673</u>	<u>\$ 8,619,145</u>

### **Installment Purchase Agreements**

The City has executed installment purchase agreements to finance the acquisition of various pieces of equipment. Terms of the agreements are described as follows:

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

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\$241,071 Installment purchase agreement to purchase fire equipment dated October 10, 2013, due in annual installments of \$20,917, including interest at 3.50%, with the final installment due September 15, 2028.	\$ 76,798
\$36,779 Installment purchase agreement to purchase fire equipment dated February 5, 2021, due in quarterly installments of \$2,084, including interest at 4.89%, with the final payment due February 5, 2026.	6,102
\$143,557 Installment purchase agreement to purchase police vehicles dated May 17, 2022, due in monthly installments of \$2,319, including interest at 4.825%, with the final payment due July 17, 2028	81,564
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Total Installment Agreements	\$ 164,464

### General Obligation Bonds

\$2,000,000 General Obligation Bonds, Series 2018, secured by advalorem tax collections. The bonds bear interest ranging from 1.25% to 5.00% and mature on March 1 <sup>st</sup> each year in amounts ranging from \$75,000 to \$140,000. Final maturity is scheduled for March 1, 2038.	\$ 1,505,000
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### Revenue Bonds

The City has issued revenue bonds that are secured by and payable solely from a pledge of funds generated by a specific revenue source. Revenue bonds outstanding at June 30, 2025 are described as follows:

\$3,146,000 Sewer Revenue Bonds, Series 2010, bearing interest at 0.45%. The bonds mature serially on October 1 <sup>st</sup> of each year in amounts ranging from \$143,000 to \$172,000. Final maturity is scheduled for October 1, 2023.	\$ 1,169,000
\$3,140,000 Taxable Sewer Revenue Bonds, Series 2021, bearing interest at 0.45%. The bonds mature serially on October 1 <sup>st</sup> of each year in amounts ranging from \$100,000 to \$160,000. Final maturity is scheduled for October 1, 2040.	2,392,295
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Total Revenue Bonds	\$ 3,561,295

### Bond Anticipation Notes

The City has issued \$3,800,000 in Taxable Water Revenue Bonds, Series 2021, through the Drinking Water Revolving Loan Program. The bonds will be closed and finalized when all funds are drawn and the project is complete. Payments are remitted periodically to the State of Louisiana as invoices are received. It is anticipated the City will complete this project and close the bonds during the current year. At year end, the outstanding amount payable is \$3,388,386.

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

### Maturity of Long-term Debt

A schedule of maturities of long-term debt excluding compensated absences and capital leases is presented as follows:

<u>Year Ended June 30<sup>th</sup></u>	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal Installments</u>	<u>Interest</u>	<u>Principal Installments</u>	<u>Interest</u>
2026	\$ 143,744	\$ 67,190	\$ 309,000	\$ 32,365
2027	139,488	62,366	306,000	29,443
2028	146,416	56,661	308,000	26,527
2029	129,816	50,095	311,000	23,587
2030	105,000	44,995	315,000	20,613
2031 – 2035	600,000	162,325	1,092,000	64,918
2036 – 2040	405,000	36,305	786,000	25,189
2041	----	----	134,295	638
Total	<u>\$ 1,669,464</u>	<u>\$ 479,937</u>	<u>\$ 3,561,295</u>	<u>\$ 223,280</u>

### **NOTE 7 – TAXES:**

Details related to ad valorem and sales taxes are described as follows:

#### Ad Valorem Taxes:

The City bills and collects its own property taxes using the assessed values determined by the Tax Assessor of Allen Parish. For the year ended June 30, 2025, the City levied ad valorem taxes as follows:

<u>Description</u>	<u>Expiration</u>	<u>Mills Levied</u>
Levied for general alimony as permitted by State Law. Revenue from taxes levied for general alimony is reported by the general fund.	Perpetual	6.18
Levied for the purpose of acquiring, constructing, improving, maintaining, and operating fire protection facilities including the purchase of fire trucks and equipment	2026	5.10
Levied for the purpose of payment of general obligation bonds	2048	7.85

Ad valorem taxes are assessed on a calendar year basis and are due on or before December 31 in the year the tax is levied. Revenues from ad valorem taxes are recognized as revenue in the year billed.

#### Sales Taxes:

Sales taxes are collected by the Allen Parish School Board, and remitted to the City on a monthly basis. For the year ended June 30, 2025 the City has levied sales taxes as follows:

<u>Description</u>	<u>Percentage Levied</u>
Levied per proposition approved by the citizens of Oakdale authorizing a one- and one-half cent sales tax, with the proceeds to be dedicated for the purpose of providing funds for the sewer treatment, solid waste landfill, capital improvements including streets, drainage, and sanitation, and for the additional purpose of providing funds for any other lawful purpose of the City. While Revenue from this sales tax is not restricted, the City has elected to	

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

<u>Description</u>	<u>Percentage Levied</u>
account for it within a special revenue fund, as the proceeds are committed to various purposes.	1.0%
Levied per proposition approved by the citizens of Oakdale authorizing a one third cent sales tax, with the proceeds dedicated for improving, maintaining, and operating the police and fire departments.	0.3%

### **NOTE 8 – CAPITAL ASSETS**

Changes in governmental and business-type capital assets are presented as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Ending Balance</u>
<b><u>Governmental Activities</u></b>				
Non-Depreciable Capital Assets				
Land	\$ 532,583	\$ ----	\$ ----	\$ 532,583
Construction in Process	----	----	----	----
Total	<u>532,583</u>	<u>----</u>	<u>----</u>	<u>532,583</u>
Depreciable Capital Assets				
Buildings	5,871,852	----	----	5,871,852
Improvements	2,554,017	----	----	2,554,017
Infrastructure	2,275,882	215,500	----	2,491,382
Vehicles and Automobiles	1,941,711	40,000	----	1,981,711
Furniture, Fixtures and Equipment	1,881,509	453,114	----	2,334,623
Accumulated Depreciation	(9,495,560)	(329,556)	----	(9,825,116)
Total	<u>5,029,411</u>	<u>379,058</u>	<u>----</u>	<u>5,408,469</u>
Total Governmental Activities	<u>\$ 5,561,994</u>	<u>\$ 379,058</u>	<u>\$ ----</u>	<u>\$ 5,941,052</u>
<b><u>Business-Type Activities</u></b>				
Non-Depreciable Capital Assets				
Land	\$ 70,543	\$ ----	\$ ----	\$ 70,543
Construction in Process	1,170,631	----	(1,170,631)	----
Total Non-Depreciable	<u>1,241,174</u>	<u>----</u>	<u>(1,170,631)</u>	<u>70,543</u>
Depreciable Capital Assets				
Water System and Equipment	8,629,049	141,720	----	8,770,769
Wastewater System and Equipment	16,768,616	1,265,591	----	18,034,207
Accumulated Depreciation	(12,507,860)	(743,130)	----	(13,250,990)
Total	<u>12,889,805</u>	<u>664,181</u>	<u>----</u>	<u>13,553,986</u>
Total Business-Type Activities	<u>\$ 14,130,979</u>	<u>\$ 664,181</u>	<u>\$ (1,170,631)</u>	<u>\$ 13,624,529</u>

Depreciation expense charged to various functions presented on the statement of activities is presented as follows:

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
City Administration	\$ 60,220	\$ ----	\$ 60,220
Police Department	49,498	----	49,498
Fire Department	40,851	----	40,851
Streets and Drainage	155,043	----	155,043
Culture and Recreation	23,944	----	23,944
Water System	----	270,092	270,092
Wastewater System	----	473,038	473,038
	<hr/>	<hr/>	<hr/>
Total Depreciation Expense	<u>\$ 329,556</u>	<u>\$ 743,130</u>	<u>\$ 1,072,686</u>

### **NOTE 9 – ACCOUNTS PAYABLE**

Details related to amounts reported as accounts payable are provided as follows:

	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
Payable to Vendors	\$ 101,997	\$ 152,865	\$ 254,862
Accrued Salaries	56,037	5,805	61,842
Construction Payable	272,956	----	272,956
	<hr/>	<hr/>	<hr/>
Total	<u>\$ 430,990</u>	<u>\$ 158,670</u>	<u>\$ 589,660</u>

### **NOTE 10- RISK MANAGEMENT**

The City is exposed to various risk of loss related to torts; theft, damage or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City insures against these risks by participation in public entity risk pools that operate as common insurance programs and by purchasing commercial insurance. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

### **NOTE 11 - RESTRICTED RESOURCES**

The City's net position is subject to restrictions described as follows:

- Bond covenants require the City to establish bank accounts which serve as debt service and depreciation reserves. Funds may be disbursed from these accounts only under specific circumstances described by the bond covenants.

### **NOTE 12 – PENSION PLANS:**

Substantially all City employees are members of statewide retirement systems. These systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. A summary of amounts reported in connection with participation in these plans is summarized as follows:

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
Municipal Employees' Retirement System	\$ 871,635	\$ 258,745	\$ 51,486
Firefighters' Retirement System of Louisiana	314,848	142,794	81,595
Municipal Police Employees' Retirement System of Louisiana	<u>866,656</u>	<u>389,537</u>	<u>184,217</u>
Total	2,053,139	791,076	317,298
Portion Applicable to Business Type Activities	<u>232,440</u>	<u>69,000</u>	<u>13,730</u>
Portion Applicable to Government Type Activities	<u>\$ 1,820,699</u>	<u>\$ 722,076</u>	<u>\$ 303,568</u>

Further information regarding each of the retirement systems presented above is furnished as follows:

Municipal Employees' Retirement System of Louisiana:

**Plan Description** -The System is composed of two distinct plans, Plan A and Plan B, with separate assets and benefit provisions. All employees of the City participating in the retirement system are members of Plan A. All permanent employees working at least 35 hours per week who are not covered by another pension plan and are paid wholly or in part from municipal funds and all elected municipal officials are eligible to participate in the System. Under Plan A, employees who retire at or after age 60 with at least 10 years of creditable service, or after any age with 25 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of their final-average monthly salary for each year of creditable service. Monthly retirement benefits paid under Plan A cannot exceed 100 percent of 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 the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified above and receive the benefit accrued to their date of termination. The System also provides death and disability benefits. Benefits are established by state statute.

**Funding Policy** - Under Plan A, members are required by state statute to contribute 10.0 percent of their annual covered salary and the City is required to contribute at an actuarially determined rate. Contributions to the System also include one-fourth of one percent of the taxes shown to be collectible by the tax rolls of each parish, except Orleans and East Baton Rouge Parishes. 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 City are established and may be amended by state statute. As provided by State law, 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 City's contributions to the system were equal to the required contributions for the year.

**Financial Summary** – The plan description, funding policies and financial information provides a summary of the Plan provisions and finances. For additional details, the System issues an annual publicly available stand-alone financial report. The financial report includes information about the plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position. The report can be obtained on the internet at mersla.com. The plans net pension liability was determined at June 30, 2024 (measurement date and actuarial valuation date) and details are provided as follows:

Net Pension Liability	\$ 281,399,892
City's Proportionate Share (Percentage)	<u>0.309750%</u>
City's Proportionate Share (Amount)	<u>\$ 871,635</u>

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

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The net pension liability presented above was not affected by any special funding situations. Changes in the City's proportionate share of Plan's net pension liability during the measurement period ending June 30, 2024 are provided as follows:

Beginning Net Pension Liability		\$	992,694
Employer Contributions			(187,200)
<u>Pension Expense</u>			
Proportionate Share of Plan Pension Expense	176,917		
Changes in Benefit Terms	----		
Employee Contributions	(25,351)		151,566
Change in Deferred Outflows of Resources			(77,988)
Change in Deferred Inflows of Resources			(7,437)
Ending Net Pension Liability		\$	<u>871,635</u>

There were no changes between June 30, 2025 and the Plan's measurement date that are expected to have a significant effect on the City's proportionate share of the collective net pension liability. Balances presented as deferred outflows of resources and deferred inflows of resources reported in connection with participation in the plan are presented as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net</u>
Differences Between Expected and Actual Experience	\$ ----	\$ 28,855	\$ (28,855)
Net Difference Between Projected and Actual Investment			
Earnings on Pension Plan Investments	11,739	----	11,739
Changes of Assumptions	----	5,145	(5,145)
Changes in Proportion	83,042	17,486	(65,556)
Employer Contributions Made After the Measurement Date	<u>163,964</u>	<u>-----</u>	<u>163,964</u>
Total Deferrals	258,745	51,486	207,256
Deferrals That Will be Recorded as a Reduction in Net Pension Liability in the Subsequent Reporting Period	<u>163,964</u>	<u>----</u>	<u>163,964</u>
Deferrals Subject to Amortization	<u>\$ 94,781</u>	<u>\$ 51,486</u>	<u>\$ (43,295)</u>

Deferrals that will be amortized as a component of pension expense in future periods are summarized as follows:

<u>For the Year Ending:</u>	
June 30, 2025	\$ (4,989)
June 30, 2026	99,844
June 30, 2027	(29,921)
June 30, 2028	(21,641)
Total	<u>\$ (43,295)</u>

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

Valuation Date	June 30, 2024
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions: Investment Rate of Return	6.85%, net of pension plan investment expense, including inflation
Projected Salary Increases	1 to 2 years of service – 9.0% More than 2 years of service – 4.4%
Mortality Rates	PubG-2010(B) Healthy Retiree Table set equal to 115% for males and females, each adjusted using their respective male and female MP2021 scales. PubG-2010(B) Employee Table set equal to 115% for males and females, each adjusted using their respective male and female MP2021 scales. PubNS-2010(B) Disabled Retiree Table set equal to 115% for males and 120% females with the full generational MP2021 scales.
Inflation rate	2.5%
Expected Remaining Service Lives	3 years
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.

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

<u>Asset Class</u>	<u>Target Asset Allocation</u>	<u>Long-Term Expected Portfolio Real Rate of Return</u>
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%

The discount rate used to measure the total pension liability was 6.85%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System’s actuary. Based on those assumptions, the System’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

Sensitivity to changes in the discount has been determined by measuring net pension liability at a discount rate that is one percentage point lower and one percentage point higher than the current rate. The results are presented as follows:

	1% Decrease 5.85% Discount Rate	Current Discount Rate 6.85%	1% Increase 7.85% Discount
Net Pension Liability	\$ 1,312,555	\$ 871,635	\$ 499,424

### Firefighters' Retirement System of Louisiana

**Plan Description** – Membership in the Louisiana 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  $3^{1/3}$  percent of their final-average salary for each year of creditable service, not to exceed 100 percent 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.

**Funding Policy** – Plan members are required by state statute to contribute 10.0 percent of their annual covered salary and the City is required to contribute at an actuarially determined rate. The contribution requirements of plan members and the City are established and may be amended by state statute. As proved by state law, 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 City's contributions to the plan were equal to the required contributions for the year.

**Financial Summary** – The plan description, funding policies and financial information provides a summary of the Plan provisions and finances. For additional details, the System issues an annual publicly available stand-alone financial report. The financial report includes information about the plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position. The report can be obtained on the internet at [lafirefightersret.com](http://lafirefightersret.com). The plans net pension liability was determined at June 30, 2024 (measurement date and actuarial valuation date) and details are provided as follows:

Net Pension Liability	\$ 563,057,298
City's Proportionate Share (Percentage)	0.055917%
City's Proportionate Share (Amount)	<u>\$ 314,848</u>

The net pension liability presented above was not affected by any special funding situations. Changes in the City's proportionate share of Plan's net pension liability during the measurement period ending June 30, 2024 are provided as follows:

Beginning Net Pension Liability	\$ 441,754
Employer Contributions	(53,539)
<u>Pension Expense</u>	
Proportionate Share of Plan Pension Expense	52,451
Employee Contributions	<u>(17,436)</u>
Change in Deferred Outflows of Resources	(77,773)
Change in Deferred Inflows of Resources	<u>(30,609)</u>
Ending Net Pension Liability	<u>\$ 314,848</u>

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

There were no changes between June 30, 2025 and the Plan's measurement date that are expected to have a significant effect on the City's proportionate share of the collective net pension liability. Balances presented as deferred outflows of resources and deferred inflows of resources reported in connection with participation in the plan are presented as follows:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>	<b>Net</b>
Differences Between Expected and Actual Experience	\$ 23,638	\$ 7,488	\$ 16,150
Net Difference Between Projected and Actual Investment			
Earnings on Pension Plan Investments	3,185	----	3,185
Changes of Assumptions	13,469	----	13,469
Changes in Proportion	47,649	74,107	(26,458)
Employer Contributions Made After the Measurement Date	54,853	----	54,853
<b>Total Deferrals</b>	<b>142,794</b>	<b>81,595</b>	<b>61,199</b>
Deferrals That Will be Recorded as a Reduction in Net Pension Liability in the Subsequent Reporting Period	54,853	----	54,853
<b>Deferrals Subject to Amortization</b>	<b>\$ 87,941</b>	<b>\$ 81,595</b>	<b>\$ 6,346</b>

Deferrals that will be amortized as a component of pension expense in future periods are summarized as follows:

For the Year Ending:

June 30, 2025	\$ 4,778
June 30, 2026	40,474
June 30, 2027	(10,859)
June 30, 2028	(18,431)
June 30, 2029	(3,147)
Thereafter	(6,469)

Total \$ 6,346

A summary of the actuarial methods and assumptions used in determining the total pension liability as of the measurement date are as follows:

Valuation Date	June 30, 2024
Actuarial Cost Method	Entry Age Normal Cost
Expected Remaining Service Lives	7 Years
Investment Rate of Return	6.90% per annum
Inflation Rate	2.50% per annum
Projected Salary Increases	Vary from 14.10% in the first two years of service to 5.20% thereafter
Cost of Living Adjustments	Only those previously granted

The estimated 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. Best estimates of 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:

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

<u>Asset Class</u>	<u>Long-Term Target Asset Allocation</u>	<u>Expected Portfolio Real Rate of Return</u>
U.S. Equity	28.50%	6.24%
Non-U.S. Equity	11.00%	6.36%
Global Equity	14.50%	6.42 – 8.26%
Fixed Income	30.00%	2.00 – 4.05%
Real Estate / Real Assets	7.00%	4.85 – 5.93%
Private Equity	9.00%	9.77%
Totals	100.00%	

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

The mortality rate assumption used was set based upon an experience study performed on plan data for the period July 1, 2009 through June 30, 2014. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the System's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that the tables used would produce liability values approximating the appropriate generational mortality tables.

Sensitivity to changes in the discount has been determined by measuring net pension liability at a discount rate that is one percentage point lower and one percentage point higher than the current rate. The results are presented as follows:

	1% Decrease 5.9% Discount Rate	Current Discount Rate 6.9%	1% Increase 7.9% Discount
Net Pension Liability	\$ 522,712	\$ 314,848	\$ 141,468

### Municipal Police Employees' Retirement System of Louisiana

**Plan Description** - All full-time police department employees engaged in law enforcement are eligible to participate in the System. Employees who retire at or after age 50 with at least 20 years of creditable service or at or after age 55 with at least 12 years of creditable service are entitled to a retirement benefit, payable monthly for life, equal to 3 percent of their final-average salary for each year of creditable service. 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 the amount of creditable service stated above, and do not withdraw their employee contributions, may retire at the ages specified previously 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.

**Funding Policy** - Plan members are required by state statute to contribute 10.0 percent of their annual covered salary and the City is required to contribute at an actuarially determined rate. The contribution requirements of plan members and the City are established and may be amended by state statute. As provided by Louisiana Revised Statute 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 City's contributions to the plan were equal to the required contributions for the year.

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

**Financial Summary** – The plan description, funding policies and financial information provides a summary of the Plan provisions and finances. For additional details, the System issues an annual publicly available stand-alone financial report available on the internet at [www.lampers.org](http://www.lampers.org). The financial report includes information about the plan’s assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position. The report can be obtained on the internet at [lampers.org](http://lampers.org). The plans net pension liability was determined at June 30, 2024 (measurement date and actuarial valuation date) and details are provided as follows:

Net Pension Liability	\$ 905,995,873
City’s Proportionate Share (Percentage)	0.095658%
City’s Proportionate Share (Amount)	<u>\$ 866,656</u>

The net pension liability presented above was not affected by any special funding situations. Changes in the City’s proportionate share of Plan’s net pension liability during the measurement period ending June 30, 2024 are provided as follows:

Beginning Net Pension Liability	\$ 1,272,212
Employer Contributions	(114,590)
<u>Pension Expense</u>	
Proportionate Share of Plan Pension Expense	151,077
Changes in Benefit Terms	----
Employee Contributions	<u>(24,882)</u>
Change in Deferred Outflows of Resources	(273,408)
Change in Deferred Inflows of Resources	<u>(143,753)</u>
Ending Net Pension Liability	<u>\$ 866,656</u>

There were no changes between June 30, 2025 and the Plan’s measurement date that are expected to have a significant effect on the City’s proportionate share of the collective net pension liability. Balances presented as deferred outflows of resources and deferred inflows of resources reported in connection with participation in the plan are presented as follows:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Net</u>
Differences Between Expected and Actual Experience	\$ 46,923	\$ 26,217	\$ 20,706
Net Difference Between Projected and Actual Investment			
Earnings on Pension Plan Investments	24,092	----	24,092
Changes of Assumptions	----	----	----
Changes in Proportion	160,886	158,000	2,886
Employer Contributions Made After the Measurement Date	<u>157,636</u>	<u>----</u>	<u>157,636</u>
Total Deferrals	389,537	184,217	205,320
Deferrals That Will be Recorded as a Reduction in Net Pension Liability in the Subsequent Reporting Period	<u>157,636</u>	<u>----</u>	<u>157,636</u>
Deferrals Subject to Amortization	<u>\$ 231,901</u>	<u>\$ 184,217</u>	<u>\$ 47,684</u>

Deferrals that will be amortized as a component of pension expense in future periods are summarized as follows:

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

<u>For the Year Ending:</u>	
June 30, 2025	\$ 48,027
June 30, 2026	96,861
June 30, 2027	(82,015)
June 30, 2028	(15,189)
	<hr/>
Total	<u>\$ 47,684</u>

A summary of the actuarial methods and assumptions used in determining the total pension liability as of the measurement date are as follows:

Valuation Date	June 30, 2024	
Actuarial Cost Method	Entry Age Normal Cost	
Investment Rate of Return	6.75% per annum	
Expected Remaining Service Lives	4 Years	
Inflation Rate	2.50% per annum	
Projected Salary Increases Including Inflation and Merit	<u>Years of Service</u>	<u>Salary Growth Rate</u>
	1 - 2	12.30%
	Over 2	4.70%

Mortality	<p>For annuitants and beneficiaries, the Pub-2010 Public Retirement Plan Mortality Table for Safety Below-Median Healthy Retirees multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale was used.</p> <p>For disabled lives, the Pub-2010 Public Retirement Plans Mortality Table for Safety Disabled Retirees multiplied by 105% for males and 115% for females, each with full generational projection using the MP2019 scale was used.</p> <p>For employees, the Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale was used.</p>
Cost of Living Adjustments	<p>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.</p>

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:

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Portfolio Real Rate of Return</u>
Equity	52.00%	3.14%
Fixed Income	34.00%	1.07%
Alternatives	14.00%	1.03%
Other	0.00%	0.00%
Totals	<u>100.00%</u>	<u>5.24%</u>
Inflation		<u>2.62%</u>
Expected Arithmetic Nominal Return		<u>7.86%</u>

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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. The data was then assigned credibility weighting and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the System's liabilities. Annuity values calculated based on this mortality were compared to those produced by using a setback of standard tables. The result of the procedure indicated that the tables used would produce liability values approximating the appropriate generational mortality tables.

Sensitivity to changes in the discount has been determined by measuring net pension liability at a discount rate that is one percentage point lower and one percentage point higher than the current rate. The results are presented as follows:

	1% Decrease 5.75% Discount Rate	Current Discount Rate 6.75%	1% Increase 7.75% Discount Rate
Net Pension Liability	\$ 1,287,398	\$ 866,656	\$ 515,421

### **NOTE 13 - TRANSFERS**

In the ordinary course of business, the City routinely transfers resources between its funds for various reasons. A description of the transfers and the purpose for transfers regarding governmental activities is presented below.

	<u>Governmental Activities</u>			
	<u>General Fund</u>	<u>Dedicated Sales Tax</u>	<u>Other</u>	<u>Total</u>
<b><u>Transfers In</u></b>				
Transfers of resources from restricted funds to reimburse other funds for expenditures satisfying the restrictions.	\$ 1,891,117	\$ ----	\$ ----	\$ 1,891,117

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

	<u>Governmental Activities</u>			
	<u>General Fund</u>	<u>Dedicated Sales Tax</u>	<u>Other</u>	<u>Total</u>
<b><u>Transfers Out</u></b>				
Transfers of resources from restricted funds to reimburse other funds for expenditures satisfying the restrictions.	----	1,894,711	222,199	2,116,910
<b>Net Transfers</b>	<u>\$ 1,891,117</u>	<u>\$ (1,894,711)</u>	<u>\$ (222,199)</u>	<u>\$ (225,793)</u>

Transfers to the Utility System were limited to transfers in of \$ 225,793 to assist the utility fund to meet necessary obligations.

### **NOTE 14 – CONTINGENCIES:**

Existing conditions that may have financial consequences are referred to as contingencies. Contingencies existing at June 30, 2025 are described as follows:

#### Litigation:

Like most governmental units with extensive and diverse operations, the City is occasionally named as a defendant in litigation. Based on consultation with the City Attorney, the ultimate outcome of litigation that is pending or anticipated cannot be estimated at the present time; however, exposure to losses are expected to be limited to the deductible provisions of insurance policies.

#### Grant Compliance:

The City receives state and federal assistance through various grant programs. Management is confident that all significant grant conditions have been met; however, grantor agencies routinely review grant activity and could request reimbursement if a dispute occurs regarding compliance with grant conditions.

#### Sales Tax Expiration:

Both of the City’s sales taxes expired during the current year. The 1% sales tax expired in January 2024 and the 0.3% sales tax expired close to a decade ago. The City ceased collecting both taxes during the current year. The outcome of any potential litigation regarding the expiration of these taxes cannot be estimated at this time; however, exposure to losses are expected to be within limits the City would be able to absorb.

#### Municipal Police Employees Retirement System:

Management has reached a settlement with the Municipal Police Employees Retirement System (MPERS) to pay a reduced amount in order to settle claims related to a partial dissolution of the department during the current fiscal year. Management is confident that all the conditions set forth by MPERS has been met; however, MPERS routinely reviews retirement contributions activity and could request additional funds if a dispute occurs regarding compliance.

### **NOTE 15–ON BEHALF PAYMENTS**

The State of Louisiana provides supplemental pay for public safety employees that meet certain requirements. Amounts reported as revenue and expenditures in connection with State Supplemental Pay are presented as follows:

Police Department	\$ 103,206
Fire Department	21,600
Total	<u>\$ 124,806</u>

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

### **Note 16 – Internal Balances**

The general fund, sales tax fund, and capital projects fund have advanced funds to the utility fund and nonmajor funds to assist in paying various expenses as necessary. Amounts outstanding at year end are summarized as follows:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>	<u>Net</u>
General Fund	\$ 271,567	\$ 772,623	\$ (501,056)
Sales Tax	690,867	----	690,867
Capital Projects	114,722	125,874	(11,152)
Nonmajor Funds	112,831	31,077	81,754
Governmental Funds	<u>1,189,987</u>	<u>929,574</u>	<u>260,413</u>
Utility System	----	260,413	(260,413)
Total Fund Presentation	1,189,987	1,189,987	----
Interfund Eliminations	<u>929,574</u>	<u>929,574</u>	<u>----</u>
Government-Wide	<u>\$ 260,413</u>	<u>\$ 260,413</u>	<u>\$ ----</u>

### **Note 17 – Prior Period Adjustment**

Prior Period Adjustments were necessary to correct a variety of misstatements that are described as follows:

Receivables: Certain grant funds that did not meet the threshold for recognition in the previous fiscal year were recognized and recorded as receivables in error.

Unbilled Receivable: Utility Receivables were not properly recognized in the previous year.

Pension Reporting: Reporting of the pension liability related to the business-type activities was not properly recognized in the previous year.

Accounts Payable: An invoice related to grant activity was previously reported as paid and not properly recorded as an account payable.

Long-term leases: The City is a lessor of two long term leases that were not properly reported as lease receivables in the previous year.

The errors described above affected net position and fund balances and are presented below:

	<u>Net Position</u>	
	<u>Governmental Activities</u>	<u>Business Type Activities</u>
Accounts Receivable	\$ ----	\$ 12,523
Non-Depreciable Capital Assets	----	(10,000)
Lease Receivable	364,548	----
Deferred Outflows	(63,153)	63,153
Deferred Inflows	(355,703)	(8,845)
Net Pension Liability	199,327	(199,327)
Net Effect	<u>\$ 145,019</u>	<u>\$ (142,496)</u>

# **City of Oakdale**

## **Notes to Financial Statements**

**June 30, 2025**

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There is no net effect on fund balance for any of the governmental funds. The change in net position for the utility fund is identical to the change above for the business-type activities.

Errors resulting in the misstatement of beginning net position and beginning fund balance accumulated over a period of years. The effect on changes in net position and changes in fund balance for the prior and earlier years was not considered to be material for any individual year. Accordingly, the effect on changes in net position and changes in fund balance has not been presented.

### **Note 18 - Subsequent Event**

The City experienced two events, detailed below, subsequent to year end that did not exist at year end but are essential to the user's understanding of the financial statements.

- As documented in the qualification of the report, the City's Police Chief was arrested in July of the subsequent year. Information revealed as a result of his arrest and by the successor Police Chief led to the qualification of the audit report with regard to the police department.
- Note 14 above documents the City's collection of sales taxes beyond their expiration. Subsequent to year end the City placed both propositions on the ballot. The voters have approved both propositions and collections should commence in June of the subsequent period.

# **City of Oakdale**

## **General Fund**

### **Statement of Revenues, Expenditures and Changes in Fund Balances**

#### **Budget and Actual - Year Ended June 30, 2025**

	Budget Amounts		Variance-	Actual	Variance with
	Original	Final	Original		Final Budget
			Budget and	Amounts	Positive
			Final Budget		(Negative)
<b><u>Revenues:</u></b>					
Taxes:					
Ad Valorem	\$ 475,000	\$ 475,000	\$ -	\$ 218,848	\$ (256,152)
Licenses & Permits:					
Franchise Fees	300,000	300,000	-	297,571	(2,429)
Occupational Licenses	242,200	242,200	-	293,735	51,535
Other	9,200	9,200	-	8,369	(831)
Intergovernmental					
Federal	24,000	24,000	-	19,697	(4,303)
State and local	186,200	186,200	-	235,168	48,968
Fines and Forfeitures	225,000	225,000	-	199,840	(25,160)
Rental Income	55,000	55,000	-	55,211	211
Surplus Property	-	-	-	77,255	77,255
Other	136,300	136,300	-	92,051	(44,249)
<b>Total revenues</b>	<b>1,652,900</b>	<b>1,652,900</b>	<b>-</b>	<b>1,497,745</b>	<b>(155,155)</b>
<b><u>General Government:</u></b>					
Current:					
General Government					
Legislative	65,700	65,700	-	48,804	16,896
Judicial	168,200	168,200	-	167,545	655
Executive	68,500	68,500	-	60,024	8,476
Legal	43,400	43,400	-	50,341	(6,941)
Financial	615,100	615,100	-	784,944	(169,844)
Public Safety					
Police Department	1,264,527	1,264,527	-	1,559,273	(294,746)
Fire Department	(21,000)	(21,000)	-	-	(21,000)
Public Works					
Streets and Drainage	540,900	540,900	-	793,787	(252,887)
Culture & Recreation					
Recreation Department	134,330	134,330	-	168,964	(34,634)
Capital Expenditures	-	-	-	40,000	(40,000)
Debt Service	-	-	-	55,352	(55,352)
<b>Total expenditures</b>	<b>2,879,657</b>	<b>2,879,657</b>	<b>-</b>	<b>3,729,034</b>	<b>(849,377)</b>

**Continued...**

# **City of Oakdale**

## **General Fund**

### **Statement of Revenues, Expenditures and Changes in Fund Balances (Continued)**

**Budget and Actual - Year Ended June 30, 2025**

	Budget Amounts		Variance- Original	Actual Amounts	Variance with Final Budget
	Original	Final	Budget and Final Budget		Positive (Negative)
<b>Excess (Deficiency) of</b>					
<b>Revenues Over Expenditures</b>	(1,226,757)	(1,226,757)	-	(2,231,289)	(1,004,532)
<b><u>Other Financing Sources (Uses):</u></b>					
Operating Transfers	1,454,000	1,454,000	-	1,891,117	437,117
<b>Net Change in Fund Balance</b>	<u>227,243</u>	<u>227,243</u>	<u>-</u>	<u>(340,172)</u>	<u>(567,415)</u>

#### **Note to Budgetary Comparison Schedule**

The Originally Adopted Budget was not amended during the fiscal year.

Actual revenues were not within expected limits. Actual expenditures were within expected variances, except for street and police department expenditures. The budget was not amended to reflect significant street repairs during the current year, while police department operating expenditures were much greater than originally anticipated.

# **City of Oakdale**

## **Dedicated Sales Tax Fund**

### **Statement of Revenues, Expenditures and Changes in Fund Balances**

#### **Budget and Actual - Year Ended June 30, 2025**

	Budget Amounts		Variance-	Actual	Variance with
	Original	Final	Original		Final Budget
			Budget and	Amounts	Positive
			Final Budget		(Negative)
<b><u>Revenues:</u></b>					
Sales Taxes	\$ 1,550,000	\$ 1,550,000	\$ -	\$ 1,035,509	\$ (514,491)
Other	25	25	-	-	(25)
<b>Total revenues</b>	<u>1,550,025</u>	<u>1,550,025</u>	<u>-</u>	<u>1,035,509</u>	<u>(514,516)</u>
<b><u>General Government:</u></b>					
Current	-	-	-	-	-
<b>Total expenditures</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of</b>					
<b>Revenues Over Expenditures</b>	1,550,025	1,550,025	-	1,035,509	(514,516)
<b><u>Other Financing Sources (Uses):</u></b>					
Operating Transfers	(550,100)	(550,100)	-	(1,894,711)	(1,344,611)
<b>Net Change in Fund Balance</b>	<u>999,925</u>	<u>999,925</u>	<u>-</u>	<u>(859,202)</u>	<u>(1,859,127)</u>

#### **Note to Budgetary Comparison Schedule**

The Originally Adopted Budget was not amended during the fiscal year.

Actual revenues were less than anticipated due to the expiration of the City's Sales Tax during the fiscal year.

# **City of Oakdale**

## **Schedule of Net Pension Liability Data Cost Sharing Retirement Systems**

Retirement System / Measurement Date	Share of Collective		Covered Payroll	Net Pension Liability as a Percentage of Covered Payroll	Pension Plans Fiduciary Net Position as a Percentage of Total Pension Liability
	Net Pension Liability				
	Percent	Amount			
<b>Municipal Employees' Retirement System</b>					
June 30, 2016	0.35522%	1,268,898	596,083	212.9%	66.2%
June 30, 2017	0.30442%	1,247,738	541,947	230.2%	62.1%
June 30, 2018	0.28216%	1,180,373	508,133	232.3%	62.5%
June 30, 2019	0.29140%	1,206,598	513,968	234.8%	63.9%
June 30, 2020	0.29186%	1,219,601	523,646	232.9%	64.7%
June 30, 2021	0.27455%	1,186,975	500,020	237.4%	64.5%
June 30, 2022	0.23707%	659,411	458,466	143.8%	77.8%
June 30, 2023	0.28689%	1,191,521	532,343	223.8%	67.9%
June 30, 2024	0.27161%	992,694	527,896	188.0%	72.5%
June 30, 2025	0.30975%	871,635	716,740	121.6%	79.1%
<b>Firefighters's Retirement System</b>					
June 30, 2016	0.06725%	362,977	136,935	265.1%	72.5%
June 30, 2017	0.07220%	472,234	162,787	290.1%	68.2%
June 30, 2018	0.06582%	377,276	153,682	245.5%	73.6%
June 30, 2019	0.05317%	305,838	126,588	241.6%	74.8%
June 30, 2020	0.05630%	352,539	136,067	259.1%	74.0%
June 30, 2021	0.06119%	424,138	152,342	278.4%	72.6%
June 30, 2022	0.07240%	256,571	181,596	141.3%	86.8%
June 30, 2023	0.06533%	460,640	165,259	278.7%	74.7%
June 30, 2024	0.06768%	441,754	181,689	243.1%	77.7%
June 30, 2025	0.05592%	314,848	164,971	190.9%	81.7%
<b>Municipal Police Employees' Retirement System</b>					
June 30, 2016	0.12229%	958,006	394,627	242.8%	70.73%
June 30, 2017	0.14732%	1,380,803	373,969	369.2%	66.04%
June 30, 2018	0.13612%	1,188,394	412,609	288.0%	70.08%
June 30, 2019	0.08206%	693,766	291,545	238.0%	71.89%
June 30, 2020	0.10099%	917,131	268,297	341.8%	71.01%
June 30, 2021	0.09073%	838,594	253,279	331.1%	70.94%
June 30, 2022	0.07196%	383,565	219,524	174.7%	84.09%
June 30, 2023	0.08870%	906,671	273,827	331.1%	70.80%
June 30, 2024	0.12042%	1,272,212	407,932	311.9%	71.30%
June 30, 2025	0.09566%	866,656	442,798	195.7%	75.84%

**Notes to Schedule:**

At the present time, management has not identified any factors that are expected to significantly affect trends in the amounts reported above.

# **City of Oakdale**

## ***Schedule of Employer Contributions Cost Sharing Retirement Systems***

Retirement System / Fiscal Year Ending	Statutorily Required Employer Contributions	Contributions Recognized By the Pension Plan	Difference	Covered Payroll	Contributions Recognized as a Percentage of Covered Payroll
			Between Required and Recognized Contributions		
<b>Municipal Employees' Retirement System</b>					
June 30, 2016	107,035	107,035	-	596,083	17.96%
June 30, 2017	115,600	115,600	-	541,947	21.33%
June 30, 2018	127,207	127,207	-	508,133	25.03%
June 30, 2019	136,148	136,148	-	513,968	26.49%
June 30, 2020	138,756	138,756	-	523,646	26.50%
June 30, 2021	135,247	135,248	(1)	500,020	27.05%
June 30, 2022	157,041	157,042	(1)	458,466	34.25%
June 30, 2023	155,729	156,024	(295)	532,343	29.31%
June 30, 2024	178,355	178,355	-	527,896	33.79%
June 30, 2025	200,687	186,145	14,542	716,740	25.97%
<b>Firefighters's Retirement System</b>					
June 30, 2016	44,359	44,360	(1)	136,935	32.39%
June 30, 2017	38,805	38,805	-	162,787	23.84%
June 30, 2018	33,546	37,339	(3,793)	153,682	24.30%
June 30, 2019	36,058	36,058	-	126,588	28.48%
June 30, 2020	42,275	42,275	-	136,067	31.07%
June 30, 2021	58,565	58,565	-	152,342	38.44%
June 30, 2022	55,775	56,414	(639)	181,596	31.07%
June 30, 2023	60,412	60,412	-	165,259	36.56%
June 30, 2024	53,429	53,427	2	181,689	29.41%
June 30, 2025	54,853	53,428	1,425	164,971	32.39%
<b>Municipal Police Employees' Retirement System</b>					
June 30, 2016	110,321	110,321	-	394,627	27.96%
June 30, 2017	131,029	131,029	-	373,969	35.04%
June 30, 2018	89,650	89,650	-	412,609	21.73%
June 30, 2019	86,526	86,526	-	291,545	29.68%
June 30, 2020	82,316	82,316	-	268,297	30.68%
June 30, 2021	74,089	74,090	(1)	253,279	29.25%
June 30, 2022	81,464	81,464	-	219,524	37.11%
June 30, 2023	127,479	127,479	-	273,827	46.55%
June 30, 2024	114,200	114,200	-	407,932	27.99%
June 30, 2025	114,200	114,399	(199)	442,798	25.84%

**Notes to Schedule:**

At the present time, management has not identified any factors that are expected to significantly affect trends in the amounts reported above.

# **City of Oakdale**

## **Other Governmental Funds Combining Balance Sheet - June 30, 2025**

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	Gaming Revenue	Dedicated Fire Tax	Debt Service Fund	Other Governmental Funds
<b>Assets</b>				
Cash and Cash Equivalents	\$ 241,861	\$ -	\$ 269,286	\$ 511,147
Interfund Receivables	21,642	-	91,189	112,831
Other Assets	-	286	-	286
<b>Total assets</b>	<u>263,503</u>	<u>286</u>	<u>360,475</u>	<u>624,264</u>
<b>Liabilities and Fund Balance</b>				
<b><u>Liabilities</u></b>				
Accounts Payable	1,308	5,014	-	6,322
Interfund Payables	-	31,077	-	31,077
<b>Total Liabilities</b>	<u>1,308</u>	<u>36,091</u>	<u>-</u>	<u>37,399</u>
<b><u>Fund Balance</u></b>				
Nonspendable	-	-	-	-
Restricted For:				
Debt Service	-	-	360,475	360,475
Unassigned	262,195	(35,805)	-	226,390
<b>Total Fund Balances</b>	<u>262,195</u>	<u>(35,805)</u>	<u>360,475</u>	<u>586,865</u>
<b>Total Liabilities and Fund Balance</b>	<u>\$ 263,503</u>	<u>\$ 286</u>	<u>\$ 360,475</u>	<u>\$ 624,264</u>

# **City of Oakdale**

## **Other Governmental Funds**

### ***Combining Statement of Revenues, Expenditures and Changes in Fund Balance For the Year Ended June 30, 2025***

	Gaming Revenue	Dedicated Fire Tax	Debt Service Fund	Other Governmental Funds
<b><u>Revenues:</u></b>				
Taxes:				
Ad Valorem	\$ -	\$ 119,867	\$ 184,507	\$ 304,374
Intergovernmental				
State and local	-	21,600	-	21,600
Other	-	44,660	-	44,660
<b>Total Revenues</b>	<u>-</u>	<u>186,127</u>	<u>184,507</u>	<u>370,634</u>
<b><u>Expenditures:</u></b>				
Current:				
Public Safety				
Fire Department	-	381,555	-	381,555
Debt Service	-	29,253	152,570	181,823
<b>Total Expenditures</b>	<u>-</u>	<u>410,808</u>	<u>152,570</u>	<u>563,378</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	-	(224,681)	31,937	(192,744)
<b><u>Other Financing Sources (Uses):</u></b>				
Operating Transfers	(340,000)	185,216	(67,415)	(222,199)
<b>Total Other Financing Sources (Uses)</b>	<u>(340,000)</u>	<u>(39,465)</u>	<u>(35,478)</u>	<u>(414,943)</u>
<b>Excess (Deficiency) of Revenues and Other</b>	(340,000)	(39,465)	(35,478)	(414,943)
<b>Fund Balance (Deficit) - Beginning</b>	<u>602,195</u>	<u>3,660</u>	<u>395,953</u>	<u>1,001,808</u>
<b>Fund Balance (Deficit) - End of Year</b>	<u>\$ 262,195</u>	<u>\$ (35,805)</u>	<u>\$ 360,475</u>	<u>\$ 586,865</u>

# **City of Oakdale**

## ***Schedule of Compensation Paid to Board Members For the Year Ended June 30, 2025***

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Gene Paul	\$ 25,962
David Vidrine	20,769
George Ashy	5,885
Jeremy Smith	9,046
Cassandra Allison	8,723
Frederick Douglas	8,723
Ervin Willis	4,846
Dina Eaves	3,877
Adam Gordon	<u>4,707</u>
Total Compensation	<u>\$ 92,538</u>

# **City of Oakdale**

## ***Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer For the Year Ended June 30, 2025***

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	Agency Head (Mayor)	
Purpose:	Gene Paul	David Vidrine
Compensation	\$ 25,962	20,769
<u>Benefits</u>		
Health Insurance	3,234	-
Payroll Taxes	377	297
Retirement	7,425	5,815
Reimbursements	3,645	-

# **City of Oakdale**

## **Justice System Funding Schedule - Receiving Entity**

**As Required by Act 87 of the 2020 Regular Legislative Session -**

**Cash Basis Presentation**

**For the Year Ended June 30, 2025**

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	<b>First Six Month Period Ended December 31, 2024</b>	<b>Second Six Month Period Ended June 30, 2025</b>
<b>Receipts From:</b>		
Oakdale City Court Fine Fees - Criminal Court Costs/Fees	<u>97,327</u>	<u>93,106</u>
<b>Subtotal Receipts</b>	<u><u>97,327</u></u>	<u><u>93,106</u></u>
<b>Ending Balance of Amounts Assessed but Not Received</b>	-	-



February 11, 2026

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

To the Honorable Mayor  
and the Board of Aldermen  
City of Oakdale, 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 City of Oakdale, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise City of Oakdale's basic financial statements, and have issued our report thereon dated February 11, 2026.

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING**

In planning and performing our audit of the financial statements, we considered the City of Oakdale'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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings as items 2025-007, 2025-009, and 2025-010 that we consider to be material weaknesses.

**REPORT ON COMPLIANCE AND OTHER MATTERS**

As part of obtaining reasonable assurance about whether the City of Oakdale'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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed several instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are both described in the accompanying schedule of findings as items 2025-001 through 2025-006, 2025-008 and 2025-011.



**Rozier, McKay & Willis**  
Certified Public Accountants  
Voice: 318.442.1608

**160 Brown's Bend Road**  
Alexandria, Louisiana 71303  
Online: [CenlaCPAs.com](http://CenlaCPAs.com)

**CITY OF OAKDALE’S RESPONSE TO FINDINGS**

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

**PURPOSE OF THIS REPORT**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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.



ROZIER, MCKAY & WILLIS  
Certified Public Accountants  
Alexandria, Louisiana

**City of Oakdale**  
**Summary of Findings**  
**June 30, 2025**

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**PART I - SUMMARY OF AUDITOR’S RESULTS:**

**Financial Statements**

- The Independent Auditor’s Report on the financial statements for the City of Oakdale as of June 30, 2025 and for the year then ended expressed opinions as follows.

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Qualified
Business-Type Activities	Unmodified
General Fund	Qualified
Sales Tax Fund	Unmodified
Capital Projects fund	Unmodified
Utility Fund	Qualified
Aggregate Remaining Fund Information	Unmodified

- Three material weaknesses in internal control were identified in connection with the audit.
- No significant deficiencies in internal control were identified in connection with the audit.
- Eight instances of noncompliance material to the financial statements of the City of Oakdale were disclosed during the audit.

**PART II**

**FINDINGS RELATING TO THE FINANCIAL STATEMENTS WHICH ARE REQUIRED TO BE REPORTED IN ACCORDANCE WITH GENERALLY ACCEPTED GOVERNMENTAL AUDITING STANDARDS:**

**Finding 2025-001: Non Compliance with Bond Covenants**

Criteria: In connection with the operation of its utility system, the City of Oakdale has incurred long-term debt to make improvements, and covenanted to charge citizens a rate sufficient to operate the system, paying long-term obligations, and setting aside sufficient funds to make necessary repairs.

Condition: Operation of the utility system has not produced sufficient income to cover the bond covenant requirements or to set aside funds required by the debt agreements.

Cause: The City has not charged users of its utility system a rate sufficient to meet its bond covenants.

Effect: Without an adequate rate structure, the City is not in compliance with debt covenants. This could cause issues with obtaining additional funding, or making necessary repairs when as the system ages.

Recommendation: In order to provide income necessary to sustain operations and repay creditors, we suggest altering the City’s utility rate structure to provide additional revenue needed to meet the utility system’s obligations.

**Finding 2025-002: Late Filing of Audit**

Criteria: Louisiana Audit Law requires entities to submit their audit report no later than six months after the end of their fiscal year.

Condition: In the current year, the City did not submit its annual financial report to the Legislative Auditor’s Office by the required deadline.

Cause: Changes in administration, which involved replacing key accounting personnel, as well as the pressing need to resolve issues not addressed by the previous administration caused issues in performing the audit timely.

Effect: The City was not in compliance with Louisiana Audit Law.

Recommendation: We recommend that the City continue its efforts to strengthen its control environment and its financial reporting process, which will enable auditors to complete audits in a timely fashion in subsequent periods.

***City of Oakdale***  
***Summary of Findings***  
***June 30, 2025***

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**FINDING 2025-003: BUDGET VIOLATION**

Criteria: State law prohibits unfavorable budget variances from exceeding 5%.

Condition: In the current year, the City experienced unfavorable budget variances in the General Fund and Sales Tax Fund.

Cause: An appropriate amendment was not made to the budget once the City of Oakdale realized that unfavorable variances exceeded 5% of budgeted amounts.

Effect: The City was not in compliance with the Louisiana Government Budget Act.

Recommendation: The City of Oakdale should implement policies and procedures to ensure that the budget is amended whenever variances exceed amounts allowed by the Louisiana Government Budget Act.

**Finding 2025-004: Cut Off Policy**

Criteria: Whenever customers don't make timely utility payments, the City should have a policy that ensure customers are cut off from continued service.

Condition: When the current administration took office, there were significant overdue bills from customers. It is clear that the previous administration did not enforce a uniform cut off policy.

Cause: The previous administration would allow citizens to go extended periods of time without paying for utility services, and did not enforce a uniform cutoff policy.

Effect: By not enforcing a uniform cutoff policy, the City may be in violation of revised statutes forbidding the City from giving away a thing of value. In addition, the City's financial resources can become strained without receiving necessary payments for services provided.

Recommendation: The City should begin enforcing cut off procedures to help ensure debt covenant compliance and to assist the city in meeting ongoing obligations.

**Finding 2025-005 – General Obligation Bond Violation**

Criteria: The City issued long-term debt, which is required to be paid by a dedicated ad valorem tax levied on property owners within the City. Amounts collected under this tax should be segregated, to ensure prompt payment of this outstanding obligation.

Condition: The previous administration transferred excess funds from this dedicated account for expenditures not associated with general obligation bonds.

Cause: The previous administration did not segregate these dedicated funds, as required by the voters when this property tax was originally passed.

Effect: The use of these excess funds may be a violation of the bond covenants and could lead to the City being unable to meet future bond obligations.

Recommendation: The city should maintain excess funds collected by the dedicated ad valorem tax in a separate account.

**Finding 2025-006 – Potential Bid Law Violation**

Criteria: State Law requires that contracts for public works in excess of \$250,000 be publicly bid.

Condition: During the current year, the City hired a construction company to perform extensive work on the City's utility system. The amounts paid to this vendor, on a singular contract, exceeded the public bid law limits.

Cause: The original invoice documents services to be performed for \$239,500. However, one month later a change order was issued for \$43,188. This change order increased the total project cost, which exceeded the limits of the public bid law requirements.

Effect: The City may have violated the public bid law.

Recommendation: The City should closely monitor construction with vendors to ensure that the public bid law is not violated. When required, the public bid law should be followed, and bids should be solicited as a best practice, even for smaller contracts.

***City of Oakdale***  
***Summary of Findings***  
***June 30, 2025***

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**2025-007: Construction Administration**

Criteria: For an extensive project, documentation of plans, written contracts and evidence of inspection are critical to proper administration. These documents are essential for demonstrating that work meets specifications and compensation is consistent with arrangements negotiated in advance. Informal arrangements featuring compensation based on time and materials should be limited to small projects conducted over a brief period of time.

Condition: Several projects were completed for the City's utility system and streets. Some issues observed with administration of the project are described as follows:

- No plans or documents defining the scope of work were prepared.
- Arrangements with the vendor responsible for completing and overseeing the project were not documented in a formal contract. In addition, there was no other documentation that established the scope of the work to be completed, or arrangements for compensation.
- In the absence of a contract or formal agreement, the primary vendor was simply paid for invoices presented for the various projects. During the course of the year, this contractor was paid in excess of \$1.2 million.
- There was no documentation to demonstrate that work was inspected and determined to be properly completed prior to remitting payment.
- Files did not include documentation demonstrating that the primary vendor was licensed or insured.

Cause: These arrangements were made by the previous administration in an effort to repair the aging utility system and streets throughout the City. However, internal controls were not sufficient for the scale of the projects.

Effect: The City may not have spent taxpayer resources in a way that ensured the best value was received by the City, and projects did not have any oversight to ensure a quality outcome, which may cause further issues for the utility system in future periods.

Recommendation: Documentation supporting future improvements should include each of the elements described in the condition section presented above. In addition, the City should hire someone to assist in overseeing these projects. The oversight process should include:

- Inspection of the work performed.
- Review of the supporting documentation.
- A signed statement from the City's representative indicating that work was satisfactorily completed and payments requested by the vendor are consistent with the vendor's contract.

**Finding 2025-008: Improper Donation of Public Property**

Criteria: Property and facilities owned by the City should be leased out to any other entity at fair market value, to ensure that citizens are receiving a reciprocal exchange.

Condition: The City owns several pieces of property that are utilized by either local governments or business entities and is not receiving fair market value in compensation. Further details are documented below:

- The local high school regularly uses City owned recreational fields and facilities, without paying the City for this use. This includes Joe S. Mowad Field, the Softball Complex, and the Tennis Courts. The property is used exclusively for three to four months for scheduled games, matches, and practices, preventing citizens from utilizing the facilities. In addition, the City of Oakdale does not have access to some of the buildings on facilities because the keys are held by the third party.
- The City leases some of its buildings to private entities, while clearly not receiving commiserate value. For example, one such agreement allows the lessee to pay \$100 per year for the first three years, for a large commercial space.

Cause: The City has not entered into a Cooperative Endeavor Agreement, lease agreement, or Intergovernmental Agreement documenting proper compensation for any of the facilities above. In addition, no fair market value study was performed to determine whether lease arrangements were appropriate.

Effect: The City is not receiving fair market value for the properties it rents to other entities, which may constitute an impermissible donation of funds.

***City of Oakdale***  
***Summary of Findings***  
***June 30, 2025***

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Recommendation: The City should enter into written agreements with the parties using the City's facilities, for proper consideration. These agreements would allow the City to document the necessary compensation and liability requirements.

**Finding 2025-009 – Police Department**

Criteria: An elected police chief is responsible for law enforcement within a municipality, and the enforcement of all municipal ordinances, as well as state laws. This requires the individual in question to have the ethical and moral character to follow these laws himself, as a basic requirement to manage and operate a police department.

Condition: In July of 2025, the previous police chief was arrested for an alleged involvement in an immigration fraud scheme. After the former police chief's arrest and ultimate resignation, the newly appointed police chief found several inconsistencies:

- There was no inventory list, chain of custody, and unaccounted for property in the evidence room.
- After reviewing receipts and purchase orders there appeared to be missing property, which could not be accounted for by the newly appointed police chief.
- Sufficient evidence was not available to adequately document that officers were qualified to receive state supplemental pay.

Cause: The foundation of internal control includes the control environment, which is established by management. The Police Chief's activities, which include the lack of controls over inventory, missing property, and poor documentation, have prevented the audit team from gathering appropriate audit evidence to form an opinion about police activities.

Effect: These inconsistencies could lead to the police department to be unable to adequately perform their duties. In addition, auditors were unable to form an opinion about police department expenditures.

Recommendation: The City should work with other law enforcement agencies to properly document the evidence room and turn over any potential law enforcement matters to the Sheriff's Office and District Attorney.

**Finding 2025-010 – Bid Rigging**

Criteria: Procedures for the sale of adjudicated property are established by Louisiana Revised Statutes, but include, amongst other things, a fair and open bid process to ensure bidders are provided an equal opportunity at the property being sold.

Condition: An administrative assistant collected bids on adjudicated property and prepared the bid amounts for a bidder to ensure the person was able to purchase certain properties.

Cause: Proper oversight and controls of public bids was not maintained to ensure that documents could not be tampered with.

Effect: The City did not receive monies that it may otherwise have received, if there was an open and fair bid process.

Recommendation: The City should implement better controls over the public bid process for adjudicated property.

**Finding 2025-011 – Council Compensation**

Criteria: Compensation for the City Council is required to be established by an Ordinance.

Condition: Through a review of the Council's compensation, some Council Members received compensation in excess of the amount stated in the City's ordinance.

Cause: The City is not in compliance with the Ordinance establishing compensation.

Effect: The City was not in compliance with its ordinance related to elected official compensation.

Recommendation: The Mayor should review the Ordinance, consult with legal counsel, and address the issue promptly.

# **CITY OF OAKDALE**

## **Management's Corrective Action Plan**

**June 30, 2025**

### **SECTION I INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS**

#### **FINDINGS**

#### **RESPONSE**

#### **Finding 2025-001: Non Compliance with Bond Covenants**

The City of Oakdale has not charged users of its utility system a rate sufficient to pay long-term obligations, operate the system, and fund reserves. In addition, the City has not segregated the monthly amounts required for the water system debt.

#### **2025-001: Response**

We are in the process of reviewing our rate structure and working with our accountants to ensure funds are set aside, and that rates will be sufficient to operate the system.

#### **Finding 2025-002: Late Filing of Audit**

The City did not file its audit report within six months of the close of its fiscal year.

#### **2025-002: Response**

Next year, we anticipate that the audit will be completed in a timely manner. Issues with the previous administration, as well as other complications faced by the current administration will not be repeated in the future.

#### **FINDING 2025-003: BUDGET VIOLATION**

The City experienced unfavorable Budget Variances in excess of amounts allowed by the Louisiana Local Government Budget Act.

#### **2025-003: Response**

In the future we will monitor our budget more closely, to ensure budgetary compliance.

#### **Finding 2025-004: Cut Off Policy**

Management has not enforced the cut off policy established by ordinance.

#### **2025-004: Response**

The current administration has begun enforcing the cutoff policy.

#### **Finding 2025-005 – General Obligation Bond Violation**

Proceeds from the dedicated ad valorem tax were not properly segregated.

#### **2025-005: Response**

We will work with our accountants to ensure funds are properly segregated in separate accounts as required.

#### **Finding 2025-006 – Potential Bid Law Violation**

The City may have violated the public bid law, by hiring a contractor to perform services related to the same project in an amount that exceeded the limits of the public bid law.

#### **2025-006: Response**

The current administration has changed procedures to ensure that laws related to large contracts are properly followed. In addition, we will solicit bids as a best practice going forward.

# **CITY OF OAKDALE**

## **Management's Corrective Action Plan**

**June 30, 2025**

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### **2025-007: Construction Administration**

Several projects were completed for the City's utility system and streets. Some issues observed with administration of the project are described as follows:

- No plans or documents defining the scope of work were prepared.
- Arrangements with the vendor responsible for completing and overseeing the project were not documented in a formal contract. In addition, there was no other documentation that established the scope of the work to be completed, or arrangements for compensation.
- In the absence of a contract or formal agreement, the primary vendor was simply paid for invoices presented for the various projects. During the course of the year, this contractor was paid in excess of \$1.2 million.
- There was no documentation to demonstrate that work was inspected and determined to be properly completed prior to remitting payment.
- Files did not include documentation demonstrating that the primary vendor was licensed or insured.

### **Finding 2025-008: Improper Donation of Public Property**

The City is allowing other governmental entities and private businesses to utilize city owned facilities without proper compensation.

### **Finding 2025-009 – Police Department**

Subsequent to the former police chiefs arrest and ultimate resignation, the newly appointed police chief found several inconsistencies:

- There was no inventory list, chain of custody, and unaccounted for property for the evidence room.
- After reviewing receipts and purchase orders there appeared to be missing property.
- Sufficient evidence was not available to adequately document that officers were qualified to receive state supplemental pay.

### **Finding 2025-010 – Bid Rigging**

An administrative assistant collected bids on adjudicated property and informed a bidder of the other bid amounts before the bidder submitted his own bid, to ensure the person was able to purchase certain properties.

### **2025-007: Response**

While many of these concerns were addressed with the procedures adopted to resolve issues related to noncompliance with the public bid law, our new administration has been a much more vigilant custodian of public dollars than the previous administration. In addition, bids will be solicited for all projects of any significance going forward.

### **2025-008: Response**

The current administration is in the process of reviewing each instance of noncompliance and rectifying matters with appropriate written agreements.

### **2025-009: Response**

The former police chief was arrested and subsequently resigned. We have appointed a new chief who is working with the administration to correct any issues. Furthermore, we have turned all required matters over to the Sheriff's Office and District Attorney's office, and will continue to cooperate with all investigations.

### **2025-010: Response**

The former administrative assistant was arrested and terminated by the City. In addition, we have changed our policies to strengthen controls over bids.

# **CITY OF OAKDALE**

## ***Management's Corrective Action Plan***

***June 30, 2025***

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<p><b><u>Finding 2025-011 – Council Compensation</u></b> Some City Council members received compensation greater than what is established in the City's ordinance.</p>	<p><b><u>2025-011: Response</u></b> We will review the Council's pay, City's ordinance establishing compensation and implement corrective action.</p>
<b>SECTION II MANAGEMENT LETTER</b>	
<p><b><u>FINDINGS</u></b> No Findings of this nature.</p>	<p><b><u>RESPONSE</u></b> No response necessary</p>

# **CITY OF OAKDALE**

## ***Schedule of Prior Year Findings***

***June 30, 2025***

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<b>SECTION I</b>	
<b>INTERNAL CONTROL AND COMPLIANCE MATERIAL TO THE FINANCIAL STATEMENTS</b>	
<b><u>FINDINGS</u></b>	<b><u>RESPONSE</u></b>
<p><b><u>2024-001: Inadequate Segregation of Duties</u></b> The City did not have adequate segregation of duties within the accounting system.</p> <p><b><u>2024-002: Cutoff Policy</u></b> Management is not enforcing the utility cutoff policy.</p> <p><b><u>2024-003: Noncompliance with Budget Act</u></b></p>	<p><b><u>Resolved:</u></b> The City has sufficient staff to properly segregate duties.</p> <p><b><u>Unresolved: See Finding 2025-004</u></b></p> <p><b><u>Unresolved: See Finding 2025-003</u></b></p>
<b>SECTION II</b>	
<b>MANAGEMENT LETTER</b>	
<b><u>FINDINGS</u></b>	<b><u>RESPONSE</u></b>
<p>No Findings of this nature.</p>	<p>No response necessary</p>

**APPENDIX A**  
**Statewide Agreed-Upon Procedures**



Independent Accountant's Report  
On Applying Agreed-Upon Procedures

To the Town of Oakdale and  
the Louisiana Legislative Auditor:

We have performed the procedures enumerated below, which were agreed to by the Town of Oakdale (the Entity) and the Louisiana Legislative Auditor (LLA) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the fiscal period July 1, 2024 through June 30, 2025. The Entity's management is responsible for those C/C areas identified in the SAUPs.

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

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

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

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

Rozier, McKay & Willis  
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February 11, 2026



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**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

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<b>Written Policies and Procedures</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
1 Obtain and inspect the entity's written policies and procedures and observe that they address each of the following categories and subcategories.  <ul style="list-style-type: none"><li>• Budgeting</li><li>• Purchasing</li><li>• Disbursements</li><li>• Receipts</li><li>• Payroll/Personnel</li><li>• Contracting</li><li>• Credit Cards</li><li>• Travel and expense reimbursements</li><li>• Ethics</li><li>• Debt Service</li><li>• Disaster Recovery / Business Continuity</li><li>• Sexual Harassment</li></ul>	Passed last year, not applicable for year 2.	Not Applicable

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

Board (or Finance Committee)		
Agreed-Upon Procedure	Results	Managements' Response
<p>Obtain and inspect the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:</p> <p>a) Observe that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.</p> <p>b) For those entities reporting on the governmental accounting model, observe that the minutes referenced or included monthly budget-to-actual comparisons on the general fund and major special revenue funds, as well as monthly financial statements (or budget-to-actual comparisons, if budgeted) for major proprietary funds. <i>Alternately, for those entities reporting on the non-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.</i></p> <p>c) For governmental entities, obtain the prior year audit report and observe the unrestricted fund balance in the general fund. If the general fund had a negative ending unrestricted fund balance in the prior year audit report, observe that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unrestricted fund balance in the general fund.</p>	<p>The Town Council meets monthly</p> <p>Committee did not include monthly budget-to-actual comparisons or financial statements in monthly meetings minutes.</p> <p>Not applicable.</p>	<p><b><i>No findings or criticisms were reported.</i></b></p> <p><b><i>We will begin providing budget to actual information at the monthly meetings.</i></b></p> <p>Not Applicable</p>

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

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Board (or Finance Committee)		
Agreed-Upon Procedure	Results	Managements' Response
d) Observe whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.	No action plan was included in meeting minutes.	<b><i>We will begin updating the Council.</i></b>

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

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<b>Bank Reconciliations</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
<b>Not applicable for year two due to an absence of findings in year one.</b>		

<b>Collections (excluding EFTs)</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
<b>Not applicable for year two due to an absence of findings in year one.</b>		

<b>Non-Payroll Disbursements – General (excluding credit card/debit card/fuel card/P-Card purchases or payments)</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
<b>Not applicable for year two due to an absence of findings in year one.</b>		

<b>Credit Cards/Debit Cards/Fuel Cards/P-Cards</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
<b>Not applicable for year two due to an absence of findings in year one.</b>		

<b>Travel and Expense Reimbursement</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
<b>Not applicable for year two due to an absence of findings in year one.</b>		

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

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<b>Contracts</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
<b>Not appliable for year two due to an absence of findings in year one.</b>		

<b>Payroll and Personnel</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
<b>Not appliable for year two due to an absence of findings in year one.</b>		

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

<b>Ethics</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
<p>21 Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, obtain ethics documentation from management, and:</p> <p>a. Observe that the documentation demonstrates each employee/official completed one hour of ethics training during the fiscal period.</p> <p>b. Observe that the documentation demonstrates each employee/official attested through signature verification that he or she has read the entity's ethics policy during the fiscal period.</p>	<p>2 out of the 5 employees selected obtained ethics training</p> <p>There was no evidence of the verification.</p>	<p><b><i>We will ensure that all new hires take the ethics training.</i></b></p> <p><b><i>We will ensure that the employees sign the ethics policy annually.</i></b></p>
<p>22 Inquire and/or observe whether the agency has appointed an ethics designee as required by R.S. 42:1170.</p>	<p>The agency has an appointed ethics designee: Charlotte Landry</p>	<p><b><i>No findings or criticisms were reported.</i></b></p>

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

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<b>Debt Service</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
<b>Not appliable for year two due to an absence of findings in year one.</b>		

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

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<b>Fraud Notice</b>		
<b>Agreed-Upon Procedure</b>	<b>Results</b>	<b>Managements' Response</b>
23 Obtain a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Select all misappropriations on the listing, obtain supporting documentation, and observe that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled.	See items in Schedule of Findings	<b><i>We will be working with our legal council on all items.</i></b>
26 Observe that the entity has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.	Fraud notice is posted on the premises.	

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

Information Technology Disaster Recovery /Business Continuity		
Agreed-Upon Procedure	Results	Managements' Response
<p>27 Perform the following procedures, <b>verbally discuss the results with management, and report "We performed the procedure and discussed the results with management."</b></p> <p>a. Obtain and inspect the entity's most recent documentation that it has backed up its critical data (if there is no written documentation, then inquire of personnel responsible for backing up critical data) and observe evidence that such backup (a) occurred within the past week, (b) was not stored on the government's local server or network, and (c) was encrypted.</p> <p>b. Obtain and inspect the entity's most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquire of personnel responsible for testing/verifying backup restoration) and observe evidence that the test/verification was successfully performed within the past 3 months.</p> <p>c. Obtain a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. Randomly select 5 computers and observe while management demonstrates that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.</p>	<p>We performed the procedure and discussed the results with management.</p> <p>We performed the procedure and discussed the results with management.</p> <p>We performed the procedure and discussed the results with management.</p>	<p><b>N/A</b></p> <p><b>N/A</b></p> <p><b>N/A</b></p>

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

Information Technology Disaster Recovery /Business Continuity		
Agreed-Upon Procedure	Results	Managements' Response
<p>28 Randomly select 5 terminated employees (or all terminated employees if less than 5) using the list of terminated employees obtained in procedure #9C. Observe evidence that the selected terminated employees have been removed or disabled from the network.</p>	<p>We performed the procedure and discussed the results with management.</p>	<p><b><i>N/A</i></b></p>
<p>29 Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency's information technology assets have completed cybersecurity training as required by R.S. 42:1267<sup>1</sup>. The requirements are as follows:</p> <ol style="list-style-type: none"> <li>1. Hired before June 9, 2020 - completed the training; and</li> <li>2. Hired on or after June 9, 2020 - completed the training within 30 days of initial service or employment.</li> </ol>	<p>2 out of the 5 employees had their cyber security training.</p>	<p><b><i>We will ensure all employees receive training in the future.</i></b></p>

**Town of Oakdale**

**Statewide Agreed-Upon Procedures**

**Schedule of Procedures, Results and Managements' Response (Continued)**

Sexual Harassment		
Agreed-Upon Procedure	Results	Managements' Response
<p>30 Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above, obtain sexual harassment training documentation from management, and observe the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year.</p>	<p>2 out of 5 employees selected had their sexual harassment training.</p>	<p><b><i>We will ensure all employees receive training in the future.</i></b></p>
<p>31 Observe the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).</p>	<p>Policy is not posted on website.</p>	<p><b><i>We will work with our IT provider to place the notice on the website.</i></b></p>
<p>32 Obtain the entity's annual sexual harassment report for the current fiscal period, observe that the report was dated on or before February 1, and observe it includes the applicable requirements of R.S. 42:344:</p> <ul style="list-style-type: none"> <li>a. Number and percentage of public servants in the agency who have completed the training requirements;</li> <li>b. Number of sexual harassment complaints received by the agency;</li> <li>c. Number of complaints which resulted in a finding that sexual harassment occurred;</li> <li>d. Number of complaints in which the finding of sexual harassment resulted in discipline or corrective action; and</li> <li>e. Amount of time it took to resolve each complaint.</li> </ul>	<p>The report has not been completed.</p>	<p><b><i>We will complete the report in the future.</i></b></p>