

VILLAGE OF FENTON, LOUISIANA

ANNUAL FINANCIAL REPORT

June 30, 2021

VILLAGE OF FENTON, LOUISIANA

For the Year Ended June 30, 2021
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J. WALKER & COMPANY^{APC}

ACCOUNTANTS AND ADVISORS

INDEPENDENT AUDITORS' REPORT

To the Honorable Eddie Alfred, Jr. Mayor and the Village Council
Village of Fenton, Louisiana

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 Village of Fenton, Louisiana, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents.

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.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

OFFICES:

2740 RUE DE JARDIN
STE.100
LAKE CHARLES
LOUISIANA 70605
(O) 337-478-7902
(F) 337-478-3345

5100 WESTHEIMER
SUITE 231
HOUSTON
TEXAS 77056
(O) 713-588-4460
(F) 713-966-6125

WWW.JWALKERCO.COM

MEMBER OF:

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Village of Fenton, Louisiana, as of June 30, 2021, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Fenton, Louisiana's basic financial statements. The schedule of compensation, benefits and other payments to agency head, schedule of compensation paid to the board of aldermen, schedule of insurance in force, and justice system funding schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedule of compensation, benefits and other payments to agency head, schedule of compensation paid to the board of aldermen, and justice system funding schedules are the responsibility of management and were 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 schedule of compensation, benefits and other payments to agency head, schedule of compensation paid to the board of aldermen, and justice system funding



schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The schedule of insurance in force has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 23, 2022, on our consideration of the Village of Fenton, Louisiana's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

J. Walker & Company, APC

Lake Charles, Louisiana

January 23, 2022



REQUIRED SUPPLEMENTARY INFORMATION (PART I)

VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS For the Year Ended June 30, 2021

The Management's Discussion and Analysis (MD&A) for the Village of Fenton is designed to:

1. Assist the reader in focusing on significant financial issues.
2. Provide an overview of the Village's financial activities.
3. Identify changes in the Village's overall financial position and results of operations and assist the user in determining whether financial position has improved or deteriorated as a result of the year's operations.
4. Identify any significant variations from the original, amended, and final budget amounts and include any currently known reasons for those variations that are expected to have a significant effect on future services or liquidity; and
5. Identify individual fund issues or concerns.

As management of the Village of Fenton, we offer readers of the Financial Statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended June 30, 2021. The Village began this new reporting model required by the Governmental Accounting Standards Board (GASB) Statement Number 34 for the fiscal year ended June 30, 2004.

The information contained within this MD&A should be considered only as part of a greater whole. The readers of this statement should take time to read and evaluate all sections of this report, including the footnotes and other Required Supplemental Information (RSI) that is provided in addition to this MD&A.

Overview of the Financial Statements

The MD&A requires supplementary information that introduces the reader to the basic financial statements and provides an overview of the Village's financial activities. The Village's basic financial statements consist of the following components:

1. Government-wide financial statements,
2. Fund financial statements, and
3. Notes to the financial statements.

Other required supplementary information, including the required budgetary comparison schedule(s) are presented immediately following the notes to the financial statements. A general description of the components of the basic financial statements follows below, with a more detailed analysis of the government-wide statements included in a later section entitled "Government-wide Financial Analysis".

1. Government-wide Financial Statements

The Government-wide Financial Statements are designed by GASB Statement No.34 to present the financial operations of the Village as a whole in a format similar to private sector companies. All governmental and business-type activities are consolidated into columns which add to a total for the Primary Government.

VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

For the Year Ended June 30, 2021

The focus is on the government-wide (entity-wide) "Statement of Net Position" and "Statement of Activities" to give the reader a broad overview of the Village's financial position and results of operations.

- a. The Statement of Net Position presents information on the Village's assets and liabilities using the accrual basis of accounting, in a manner similar to the accounting used by private business enterprises. The difference between the assets and liabilities is reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the Village is improving or weakening.
- b. The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. The format for the Statement of Activities presents the expenses for each function (general government, public safety, public works and streets) reduced by the Program Revenues (charges for services, operating grants and contributions, and capital grants and contributions) directly related to each respective function, to determine net costs of each function. The net costs of each function are normally covered by general revenues.

2. Fund Financial Statements

The fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related and legal requirements. The Village of Fenton uses two categories of funds to account for financial transactions: governmental funds, and proprietary funds.

Governmental funds are used to account for most of the basic services and projects reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on how money flows into and out of those funds and the balances that are left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Village's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Village's programs. The Village of Fenton's governmental funds include the following:

- a. General Fund used for accounting for the Village's basic services.
- b. Special Revenue Fund – Sales Tax Fund is used for accounting for the receipts and disbursements of the sales tax monies.
- c. Capital Projects Fund used for accounting for financial transactions under a Louisiana Community Development Block Grant.

VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

For the Year Ended June 30, 2021

The Proprietary Fund accounts for water and sewer services for the Village of Fenton. Enterprise funds are used to account for the same functions as business-type activities presented in the government-wide financial statements, but the fund presentation provides more detail.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, there are differences in the information presented for government funds and for governmental activities in the government-wide financial statements. Review of these differences provides the reader of the financial statement's insight on the long-term impact of the Village's more immediate decisions on the current use of financial resources. Whereas the total column on the Enterprise Fund Financial Statements is the same as the Business-Type column of the Government-wide Financial Statements, the governmental funds columns of the Fund Financial Statements require and include a reconciliation following the Balance Sheet and the Statement of Revenues, Expenditures and Changes in Fund Balances

3. Notes to the Financial Statements

The Notes to the Financial Statements provide information essential to a full understanding of the government-wide and fund financial statements. When reviewing this MD&A, the reader should also refer to and review the Notes to the Basic Financial Statements, as well as the Government-Wide and Fund Financial Statements.

4. Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain other required supplemental information concerning the Village's budget presentations. Budgetary comparison statements are included as "Required Supplementary Information (Part II)" for the general fund. These schedules demonstrate compliance with the Village's adopted and final revised budget.

Government-wide Financial Analysis

As noted earlier, net position may, over time, serve as a useful indicator of a government's financial condition. At the close of the most recent fiscal year, the Village's assets exceeded its liabilities by \$3,686,203 (net position); this represents a decrease of \$178,032 from the last fiscal year.

The Village's net positions are comprised of \$2,687,659 from governmental activities and \$998,544 from business-type activities.

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VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

For the Year Ended June 30, 2021

The following is a condensed statement of the Village's net position as of June 30, 2021:

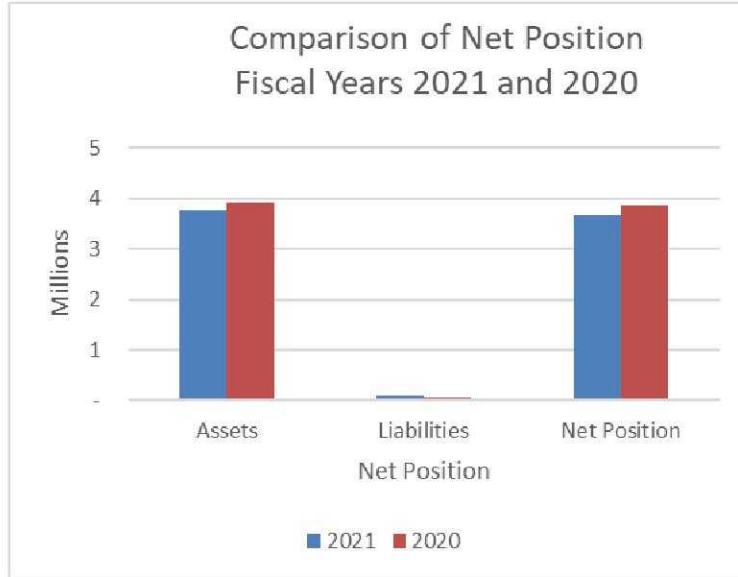
<u>Activities</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Percentage</u>
Assets				
Current assets	\$ 1,733,111	\$ 238,840	\$ 1,971,951	52%
Capital assets	<u>1,038,889</u>	<u>776,615</u>	<u>1,815,504</u>	<u>48%</u>
Total Assets	2,772,000	1,015,455	3,787,455	100%
Liabilities				
Current liabilities	66,071	7,853	73,924	73%
Noncurrent Liabilities	<u>18,270</u>	<u>9,058</u>	<u>27,328</u>	<u>27%</u>
Total Liabilities	84,341	16,911	101,252	100%
Net Position				
Net investment in capital assets	1,038,889	769,295	1,808,184	49%
Unrestricted	<u>1,648,770</u>	<u>229,249</u>	<u>1,878,019</u>	<u>51%</u>
Total Net Position	<u>\$ 2,687,659</u>	<u>\$ 998,544</u>	<u>\$ 3,686,203</u>	<u>100%</u>

The Village's net position at June 30, 2020, was \$3,864,235. The following is a condensed statement of the Village's net position as of June 30, 2020:

<u>Activities</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Percentage</u>
Assets				
Current assets	\$ 1,822,130	\$ 210,772	\$ 2,032,902	52%
Capital assets	<u>1,062,997</u>	<u>823,396</u>	<u>1,886,393</u>	<u>48%</u>
Total Assets	2,885,127	1,034,168	3,919,295	100%
Liabilities				
Current liabilities	27,788	6,473	34,261	62%
Noncurrent Liabilities	<u>15,777</u>	<u>5,022</u>	<u>20,799</u>	<u>38%</u>
Total Liabilities	43,565	11,495	55,060	100%
Net Position				
Net investment in capital assets	1,062,997	816,443	1,879,440	49%
Unrestricted	<u>1,778,565</u>	<u>206,230</u>	<u>1,984,795</u>	<u>51%</u>
Total Net Position	<u>\$ 2,841,562</u>	<u>\$ 1,022,673</u>	<u>\$ 3,864,235</u>	<u>100%</u>

VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED) For the Year Ended June 30, 2021



The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The Village's current ratio as of June 30, 2021, is 26.23 to 1 for governmental activities and 30.41 to 1 for business-type activities. The current ratio as of June 30, 2020, is 65.57 to 1 for governmental activities and 32.56 to 1 for business-type activities. The Village's overall current ratio is 26.68 to 1 as of June 30, 2021, and 59.34 to 1 as of June 30, 2020. These ratios indicate a good current financial position.

The Village reported positive balances in net position for both governmental and business-type activities for the years ended June 30, 2021, and 2020. Net position decreased in governmental activities by \$153,903 and decreased in business-type activities by \$24,129.

The largest category of net position is "Net Investment in Capital Assets" and comprises 51% of net position. This category reflects the total invested in capital assets (land, buildings, equipment, infrastructure, utility system improvements, etc.). These capital assets are used to provide services to citizens and do not represent resources available for future spending.

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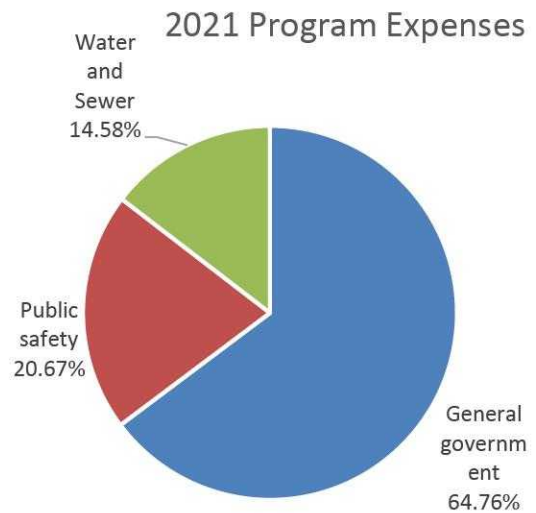
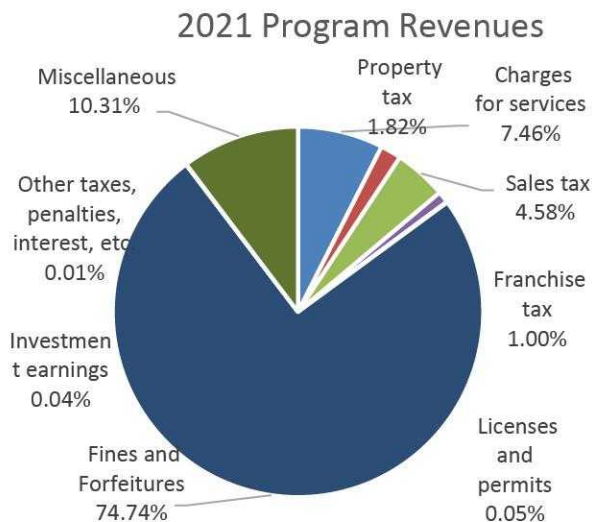
VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

For the Year Ended June 30, 2021

The following is a condensed statement of the Village's activities for the year ended June 30, 2021:

<u>Revenues:</u>	<u>Governmental</u>	<u>Business-type</u>	<u>Total</u>	<u>Percentage</u>
Program:	Activities	Activities		
Charges for services	\$ 1,500	\$ 83,189	\$ 84,689	7%
General:				
Property tax	20,634	-	20,634	2%
Sales tax	52,013	-	52,013	5%
Franchise tax	11,365	-	11,365	1%
Licenses and permits	535	-	535	0%
Other taxes, penalties, interest, etc.	125	-	125	0%
Fines and Forfeitures	848,320	-	848,320	75%
Investment earnings	399	-	399	0%
Miscellaneous	116,984	-	116,984	10%
Total Revenues	1,051,875	83,189	1,135,064	100%
<u>Program Expenses:</u>				
General government	794,496	-	794,496	61%
Public safety	277,598	-	277,598	21%
Water and Sewer	-	241,002	241,002	18%
Total Program Expenses	1,072,094	241,002	1,313,096	100%
Excess (Deficiency)	(20,219)	(157,813)	(178,032)	
Transfers In (Out)	(133,684)	133,684	-	
Change in Net Position	(153,903)	(24,129)	(178,032)	
Beginning Net Position	2,841,562	1,022,673	3,864,235	
Ending Net Position	<u>\$ 2,687,659</u>	<u>\$ 998,544</u>	<u>\$ 3,686,203</u>	



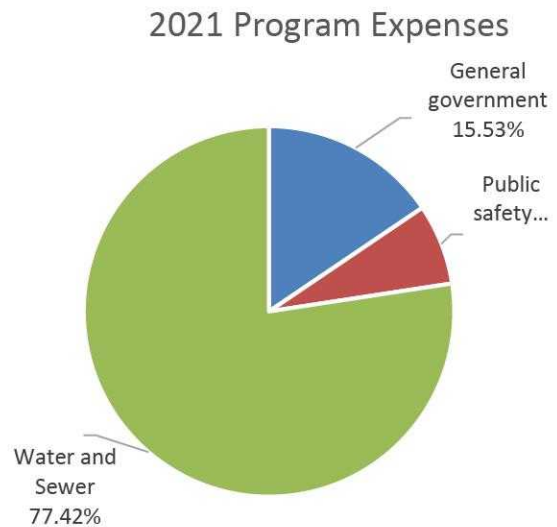
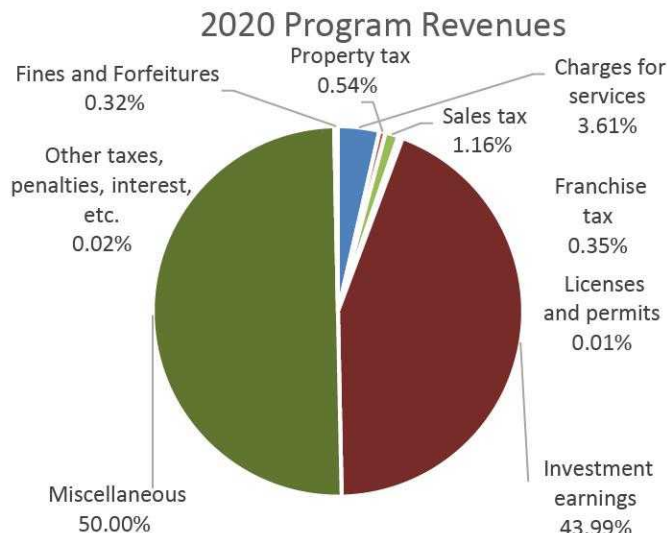
VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

For the Year Ended June 30, 2021

The following is a condensed statement of the Village's activities for the year ended June 30, 2020:

<u>Revenues:</u>	<u>Governmental</u>	<u>Business-type</u>	<u>Total</u>	<u>Percentage</u>
Program:	Activities	Activities	Total	
Charges for services	\$ 860	\$ 93,653	\$ 94,513	7%
General:				
Property tax	14,070	-	14,070	1%
Sales tax	30,425	-	30,425	2%
Franchise tax	9,132	-	9,132	1%
Licenses and permits	350	-	350	0%
Other taxes, penalties, interest, etc.	419	-	419	0%
Fines and Forfeitures	1,152,467	-	1,152,467	88%
Investment earnings	101	-	101	0%
Miscellaneous	<u>8,406</u>	<u>-</u>	<u>8,406</u>	<u>1%</u>
Total Revenues	<u>1,216,230</u>	<u>93,653</u>	<u>1,309,883</u>	<u>100%</u>
<u>Program Expenses:</u>				
General government	986,498	-	986,498	71%
Public safety	279,461	-	279,461	20%
Water and Sewer	<u>-</u>	<u>126,799</u>	<u>126,799</u>	<u>9%</u>
Total Program Expenses	<u>1,265,959</u>	<u>126,799</u>	<u>1,392,758</u>	<u>100%</u>
Excess (Deficiency)	(49,729)	(33,146)	(82,875)	
Transfers In (Out)	<u>(97,357)</u>	<u>97,357</u>	<u>-</u>	
Change in Net Position	(147,086)	64,211	(82,875)	
Beginning Net Position	<u>2,988,648</u>	<u>958,462</u>	<u>3,947,110</u>	
Ending Net Position	<u>\$ 2,841,562</u>	<u>\$ 1,022,673</u>	<u>\$ 3,864,235</u>	



VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

For the Year Ended June 30, 2021

The Condensed Statement of Activities presents revenues, expenses, and changes in net position separately for governmental activities and business-type activities. The condensed format allows for presentation of Program Revenues (Charges for Services, Operating Grants and Contributions, and Capital Grants and Contributions) followed by a listing of General Revenues to support the Village's overall governmental or business-type activities. Expenses are presented on a functional basis.

As noted above, there are two categories of revenues on the Statement of Activities – “Program Revenues” and “General Revenues”. “Program Revenues” derive directly from the program itself or from parties outside the Village's taxpayers or citizenry, as a whole; they reduce the net cost of the function to be financed from the government's “General Revenues”. “Program Revenues” are further divided into Charges for Services, Operating Grants and Contributions, and Capital Grants and Contributions. The major revenues in governmental activities for the Village's sub-category are \$848,320 from Fines and Forfeiture for the fiscal year ended June 30, 2021, and \$1,152,467 from police and court fines for the fiscal year ended June 30, 2020. Revenues in the Capital Grants and Contributions sub-category consists of \$0 for the fiscal years ended June 30, 2021 and 2020, respectively. “Revenues” include all revenues not required to be reported as “Program Revenues”. All taxes are to be reported by type. The major tax revenues for the Village of Fenton are franchise tax revenues of \$11,365, sales tax revenues of \$52,013, and property taxes of \$20,634, for the year ended June 30, 2021. The major tax revenues for the year ended June 30, 2020, are franchise tax revenues of \$9,132, sales tax revenues of \$30,425, and property taxes of \$14,070. Other “General Revenues” reported for the year ended June 30, 2021 includes \$125 in license and permits, \$535 in other taxes, penalties, interest, \$399 in investment earnings, and \$116,984 in miscellaneous revenues.

“Program Expenses” for the governmental funds are presented in the above Condensed Statement of Activities by function and total \$1,072,094 and \$1,265,959 for the fiscal years ended June 30, 2021 and 2020, respectively.

Business-Type Activities provided by the Village of Fenton consists of water and sewer utilities. All revenues are in the category of “Program Revenues”, with the exceptions of interest income and miscellaneous income reported as “General Revenue”. “Program Revenues” in the Charges for Services sub-category consists of billings of \$83,189 for water and sewer for the year ended June 30, 2021, and \$93,653 for the fiscal year ended June 30, 2020.

The Village reports the total amount of expenses for operation of the utility system as \$241,002 and \$126,799 for the years ended June 30, 2021, and 2020, respectively. The “Change in Net Position” (revenues less expenses) for the utility system was \$(24,129) and \$64,211 for the fiscal years ended June 30, 2021, and 2020, respectively.

Capital Assets

The Village's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of June 30, 2021, was \$1,038,889 and \$769,295 respectively, and \$ 1,062,996 and \$816,443 respectively, as of June 30, 2020. For the year ended June 30, 2021, net investment for governmental type activities decreased by approximately 9% while net investment for business-type activities increased by 1%. The following tables provide a summary of capital asset activities for 2021:

VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

For the Year Ended June 30, 2021

	Balance 7/1/2020	Increases	Decreases	Balance 6/30/2021
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 35,065	\$ 10,000	\$ -	\$ 45,065
Other capital assets:				
Buildings	1,589,407	60,693	-	1,650,100
Machinery	709,564	6,874	-	716,438
Furniture	33,011	2,937	-	35,948
Totals	2,331,982	70,504	-	2,402,486
Less accumulated depreciation:				
Buildings	687,208	69,342	-	756,550
Machinery	583,832	35,000	-	618,832
Furniture	33,011	269	-	33,280
Total accumulated depreciation	1,304,051	104,611	-	1,408,662
Governmental activities:				
Capital assets, net	\$ 1,062,996	\$ (24,107)	\$ -	\$ 1,038,889
	Balance 7/1/2020	Increases	Decreases	Balance 6/30/2021
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 14,790	\$ -	\$ -	\$ 14,790
Other capital assets:				
Buildings	1,586,760	-	-	1,586,760
Furniture	2,524	-	-	2,524
Transportation	28,630	-	-	28,630
Totals	1,617,914	-	-	1,617,914
Less accumulated depreciation:				
Buildings	787,382	47,148	-	834,530
Furniture	249	-	-	249
Transportation	28,630	-	-	28,630
Total accumulated depreciation	816,261	47,148	-	863,409
Governmental activities:				
Capital assets, net	\$ 816,443	\$ (47,148)	\$ -	\$ 769,295

VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
For the Year Ended June 30, 2021

The following tables provide a summary of capital asset activity for 2020:

	Balance 7/1/2019	Increases	Decreases	Balance 6/30/2020
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 35,065	\$ -	\$ -	\$ 35,065
Other capital assets:				
Buildings	1,589,407	-	-	1,589,407
Machinery	628,606	80,958	-	709,564
Furniture	<u>33,011</u>	<u>-</u>	<u>-</u>	<u>33,011</u>
Totals	<u>2,251,024</u>	<u>80,958</u>	<u>-</u>	<u>2,331,982</u>
Less accumulated depreciation:				
Buildings	619,571	67,637	-	687,208
Machinery	541,596	42,236	-	583,832
Furniture	<u>32,877</u>	<u>134</u>	<u>-</u>	<u>33,011</u>
Total accumulated depreciation	<u>1,194,044</u>	<u>110,007</u>	<u>-</u>	<u>1,304,051</u>
Governmental activities:				
Capital assets, net	<u>\$ 1,092,046</u>	<u>\$ (29,049)</u>	<u>\$ -</u>	<u>\$1,062,996</u>
	Balance 7/1/2019	Increases	Decreases	Balance 6/30/2020
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 14,790	\$ -	\$ -	\$ 14,790
Other capital assets:				
Buildings	1,483,802	102,958	-	1,586,760
Furniture	249	2,275	-	2,524
Transportation	<u>28,630</u>	<u>-</u>	<u>-</u>	<u>28,630</u>
Totals	<u>1,512,681</u>	<u>105,233</u>	<u>-</u>	<u>1,617,914</u>
Less accumulated depreciation:				
Buildings	746,071	41,311	-	787,382
Furniture	249	-	-	249
Transportation	<u>28,630</u>	<u>-</u>	<u>-</u>	<u>28,630</u>
Total accumulated depreciation	<u>774,949</u>	<u>41,311</u>	<u>-</u>	<u>816,261</u>
Business activities:				
Capital assets, net	<u>\$ 752,522</u>	<u>\$ 63,922</u>	<u>\$ -</u>	<u>\$ 816,443</u>

VILLAGE OF FENTON, LOUISIANA

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

For the Year Ended June 30, 2021

Required Supplementary Information

In addition to this MD&A and the basic financial statements, this report also presents certain Required Supplementary Information. This Required Supplementary Information for the Village of Fenton includes the Budgetary Comparison Schedule for the general fund, and enterprise fund. The presentation under the GASB 34 standard requires disclosure of both the original and the final budget. The original budget is the first complete appropriated budget. The final budget is the original budget adjusted by all reserves, transfers, allocations, supplemental appropriations, and other legally authorized legislative and executive changes applicable to the fiscal year, whenever signed into law or otherwise legally authorized.

Contacting the Village's Financial Management

This financial report is designed to provide a general overview of the Village's finances, comply with finance-related laws and regulations, and demonstrate the Village's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the Village's clerk at Village of Fenton, Louisiana.

Mayor, Village of Fenton, Louisiana
(337)756-2321

BASIC FINANCIAL STATEMENTS

VILLAGE OF FENTON, LOUISIANA

STATEMENT OF NET POSITION

June 30, 2021

	Primary Government		Total
	Governmental Activities	Business-type Activities	
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 1,605,027	\$ 327,771	\$ 1,932,798
Intergovernmental receivable	3,205	-	3,205
Accounts receivable, net	7,102	18,134	25,236
Internal account	107,065	(107,065)	-
Prepaid items	10,712	-	10,712
Total current assets	<u>1,733,111</u>	<u>238,840</u>	<u>1,971,951</u>
Noncurrent assets:			
Restricted cash	-	7,320	7,320
Land	45,065	14,790	59,855
Buildings and improvements, net	893,550	-	893,550
Machinery, equipment, and vehicles, net	100,274	-	100,274
Sewer and water system, net	-	754,505	754,505
Total noncurrent assets	<u>1,038,889</u>	<u>776,615</u>	<u>1,815,504</u>
Total assets	<u>\$ 2,772,000</u>	<u>\$ 1,015,455</u>	<u>\$ 3,787,455</u>
LIABILITIES			
Current liabilities:			
Accounts payable	\$ 6,092	\$ 2,357	\$ 8,449
Accrued liabilities	59,979	-	59,979
Customer deposits	-	5,496	5,496
Total current liabilities	<u>66,071</u>	<u>7,853</u>	<u>73,924</u>
Noncurrent liabilities:			
Compensated absences payable	<u>18,270</u>	<u>9,058</u>	<u>27,328</u>
Total noncurrent liabilities	<u>18,270</u>	<u>9,058</u>	<u>27,328</u>
Total liabilities	84,341	16,911	101,252
NET POSITION			
Net investment in capital assets	1,038,889	769,295	1,808,184
Unrestricted	<u>1,648,770</u>	<u>229,249</u>	<u>1,878,019</u>
Total net position	<u>2,687,659</u>	<u>998,544</u>	<u>3,686,203</u>
Total liabilities and net position	<u>\$ 2,772,000</u>	<u>\$ 1,015,455</u>	<u>\$ 3,787,455</u>

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

VILLAGE OF FENTON, LOUISIANA

STATEMENT OF NET POSITION

June 30, 2021

	EXPENSES	PROGRAM REVENUES			NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTALS
Functions/Programs							
Governmental activities:							
General government	\$ 794,496	\$ 1,500	\$ -	\$ -	\$ (792,996)	\$ -	\$ (792,996)
Public safety	277,598	-	-	-	(277,598)	-	(277,598)
Total governmental activities	1,072,094	1,500	-	-	(1,070,594)	-	(1,070,594)
Business-type activities:							
Water and sewer	241,002	83,189	-	-	-	(157,813)	(157,813)
Total business-type activities	241,002	83,189	-	-	-	(157,813)	(157,813)
Total primary government	\$ 1,313,096	\$ 84,689	\$ -	\$ -	(1,070,594)	(157,813)	(1,228,407)
General revenues:							
Taxes:							
Property taxes					20,634	-	20,634
Sales taxes					52,013	-	52,013
Franchise taxes					11,365	-	11,365
Other taxes, penalties, interest, etc.					535	-	535
Licenses and permits					125	-	125
Fines and forfeitures					848,320	-	848,320
Investment earnings					399	-	399
Miscellaneous					116,984	-	116,984
Transfers					(133,684)	133,684	-
Total general revenues and transfers					916,691	133,684	1,050,375
Change in net position					(153,903)	(24,129)	(178,032)
Net position - beginning					2,841,562	1,022,673	3,864,235
Net position - ending					\$ 2,687,659	\$ 998,544	\$ 3,686,203

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

VILLAGE OF FENTON, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2021

	General Fund	Special Revenue Fund	Capital Project Fund	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 1,562,961	\$ 14,750	\$ 27,316	\$ 1,605,027
Receivables:				
Accounts receivable	7,102	-	-	7,102
Intergovernmental receivable	3,205	-	-	3,205
Due from other funds	107,065	-	-	107,065
Prepaid items	10,712	-	-	10,712
Total assets	\$ 1,691,045	\$ 14,750	\$ 27,316	\$ 1,733,111
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	\$ 6,006	\$ 86	\$ -	\$ 6,092
Accrued liabilities	49,539	-	-	49,539
Other liabilities	10,440	-	-	10,440
Total liabilities	65,985	86	-	66,071
FUND BALANCES				
Unassigned	1,625,060	14,664	27,316	1,667,040
Total fund balances	1,625,060	14,664	27,316	1,667,040
Total liabilities and fund balances	\$ 1,691,045	\$ 14,750	\$ 27,316	\$ 1,733,111

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

VILLAGE OF FENTON, LOUISIANA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
June 30, 2021

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances - governmental funds		\$ 1,667,040
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Land	45,065	
Buildings and improvements, net of accumulated depreciation of \$756,550	893,550	
Machinery, equipment, and vehicles, net of accumulated depreciation \$652,112	100,274	1,038,889
Long-term liabilities applicable to the Village's governmental activities are not due and payable in the current period and, therefore, are not reported in governmental funds.		
Compensated absences payable		(18,270)
Net position of governmental activities		\$ 2,687,659

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

VILLAGE OF FENTON, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Year Ended June 30, 2021

	General Fund	Special Revenue Fund	Capital Project Fund	Total Governmental Funds
REVENUES				
Taxes:				
Ad valorem	\$ 20,634	\$ -	\$ -	\$ 20,634
Sales and use	52,013	-	-	52,013
Franchise taxes	11,365	-	-	11,365
Other taxes	535	-	-	535
Licenses and permits	125	-	-	125
Charges for services	1,500	-	-	1,500
Fines and forfeitures	848,320	-	-	848,320
Investment earnings	399	-	-	399
Miscellaneous	<u>116,984</u>	<u>-</u>	<u>-</u>	<u>116,984</u>
Total revenues	1,051,875	-	-	1,051,875
EXPENDITURES				
General government	685,670	1,720	-	687,390
Public safety	277,598	-	-	277,598
Capital outlay:				
General government	80,505	-	-	80,505
Public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,043,773</u>	<u>1,720</u>	<u>-</u>	<u>1,045,493</u>
Excess (deficiency) of revenues over (under) expenditures	8,102	(1,720)	-	6,382
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(133,684)</u>	<u>-</u>	<u>-</u>	<u>(133,684)</u>
Total other financing sources (uses)	<u>(133,684)</u>	<u>-</u>	<u>-</u>	<u>(133,684)</u>
Net change in fund balance	(125,582)	(1,720)	-	(127,302)
Fund balances - beginning	<u>1,750,642</u>	<u>16,384</u>	<u>27,316</u>	<u>1,794,342</u>
Fund balances - ending	<u>\$ 1,625,060</u>	<u>\$ 14,664</u>	<u>\$ 27,316</u>	<u>\$ 1,667,040</u>

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

VILLAGE OF FENTON, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2021

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

Net changes in fund balances - total governmental funds	\$(127,302)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.	80,505
	<u>(104,611)</u> (24,106)

The liability and expense for compensated absences are not reported in governmental funds. Instead, payments for compensated absences are reported as salaries when they occur. Only the payment consumes current financial resources and it would take a current liability catastrophic event for this liability to become a current liability	(2,495)
	<u>(2,495)</u>

Change in net position of governmental activities	<u>\$(153,903)</u>
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The accompanying notes are an integral part of these financial statements.

VILLAGE OF FENTON, LOUISIANA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2021

	<u>Enterprise Fund Sewer and Water System</u>
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 327,771
Accounts receivable, net	<u>18,134</u>
Total current assets	<u>345,905</u>
Noncurrent Assets:	
Restricted cash	7,320
Land	14,790
Sewer and water system, net of accumulated depreciation of \$ 863,409	<u>754,505</u>
Total noncurrent assets	<u>776,615</u>
Total assets	<u>\$ 1,122,520</u>
LIABILITIES	
Current Liabilities:	
Accounts payable	\$ 2,357
Customer deposits	5,496
Due to general funds	<u>107,065</u>
Total current liabilities	<u>114,918</u>
Noncurrent Liabilities:	
Compensated absences payable	<u>9,058</u>
Total noncurrent liabilities	<u>9,058</u>
Total liabilities	<u>123,976</u>
NET POSITION	
Net investment in capital assets	769,295
Unrestricted	<u>229,249</u>
Total net position	<u>998,544</u>
Total liabilities and net position	<u>\$ 1,122,520</u>

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

VILLAGE OF FENTON, LOUISIANA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
For the Year Ended June 30, 2021

	<u>Enterprise Fund Sewer and Water System</u>
Operating Revenues	
Charges for services	\$ <u>83,189</u>
Total operating revenues	<u>83,189</u>
Operating Expenses	
Personnel services	44,917
Materials and supplies	27,452
Contractual services	121,485
Depreciation	<u>47,148</u>
Total operating expenses	<u>241,002</u>
Operating income (loss)	<u>(157,813)</u>
Capital Contributions	
Transfers in	<u>133,684</u>
	<u>133,684</u>
Income (loss) after transfers	<u>(24,129)</u>
Change in net position	(24,129)
Net position - beginning	<u>1,022,673</u>
Net position - ending	<u>\$ 998,544</u>

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

VILLAGE OF FENTON, LOUISIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2021

	<u>Enterprise Fund Sewer and Water System</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from customers	\$ 81,274
Payments to employees	(44,917)
Payments to suppliers and services	<u>(148,936)</u>
Net cash provided by (used in) operating activities	<u>(112,579)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Net change of due to other funds	23,838
Transfers in	<u>133,684</u>
Net cash provided by (used in) noncapital financing activities	<u>157,522</u>
Net increase (decrease) In cash and cash equivalents	44,943
CASH AND CASH EQUIVALENTS INCLUDING RESTRICTED CASH	
Beginning of the year	<u>290,148</u>
End of the year	<u>\$ 335,091</u>
Reconciliation of operating income (loss) to cash provided by (used in) operating activities	
Operating loss	\$ (157,813)
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities	
Depreciation	47,148
Decrease (increase) in operating assets:	
Accounts receivable, net	(7,330)
Increase (decrease) in operating liabilities:	
Accounts payable	2,054
Customer deposits	(674)
Compensated absences	<u>4,036</u>
Total adjustments	<u>45,234</u>
Net cash provided by (used in) operating activities	<u>\$ (112,579)</u>

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

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended June 30, 2021

Note 1 – Summary of Significant Accounting Policies

Financial Reporting Entity

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

Governmental Accounting Standards Board Statement No. 14 established criteria for determining which component units should be considered part of the Village of Fenton, Louisiana for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. The basic criteria are as follows:

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

Based upon the application of these criteria, there are no component units included in the Village's reporting entity.

Basis of Presentation

The accompanying financial statements of the Village of Fenton ("Village") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements and the fund financial statements for the proprietary funds, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board (APB) opinions on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case, GASB prevails. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year Ended June 30, 2021

Government-wide Financial Statements

The government-wide financial statements (GWFS i.e., the statement of net position and the statement of activities) display information about the reporting government as a whole. They include all funds of the reporting entity. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The statement of activities presents a comparison between direct expenses and program revenues for the business-type activities of the Village and for each function of the Village's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Balance and Equity Classifications

In the government-wide statements, equity is classified as net position and displayed in three components:

- *Net investment in capital assets* - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgage, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- *Restricted assets* - consists of assets with constraints placed on their use either by (1) external groups such as creditors, grantor, contributors, or laws and regulations of other governments; or (2) law through constitutional provisions of enabling legislation.
- *Unrestricted assets* - all other assets that do not meet the definition of "restricted" or "net investment in capital assets".

Fund Financial Statements

The accounts of the Town are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The various funds of the Town are classified into two categories: governmental and proprietary. The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the Town or meets the following criteria:

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year Ended June 30, 2021

- Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type and
- Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

Governmental Funds

The government reports the following major governmental funds:

- General Fund - This fund is the general operating fund of the village. It is used to account for all financial resources except those required to be accounted for in another fund.
- Special Revenue Funds - These funds are used to account for the proceeds of specific revenue sources (include sales tax funds, other than special assessments, expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.
- Capital Projects Funds - These funds are used to account for the financial resources used for the acquisition or construction of major capital facilities.

Proprietary Fund

The government report the following enterprise funds:

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

The Sewer and Water System fund account for the activities of the Authority. The Authority operates the water distribution and sewer system for residents of the government.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. 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 government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year Ended June 30, 2021

items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

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

The proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned, and expenses are recognized when the liability is incurred, or economic asset used. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating revenues for the Village's proprietary fund consist of charges to customers and users of its water services. Operating expenses for the Village's proprietary fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Since the fund level statements are presented using a different measurement focus and basis of accounting than the government-wide statements, a reconciliation is presented on the page following each fund level statement that summarizes the adjustments necessary to convert the fund level statements into the government-wide presentations. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Budgets and Budgetary Accounting

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted for all funds. All annual appropriations lapse at fiscal yearend.

Prior to the beginning of each fiscal year, the Mayor submits a budget to the Village Alderman. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriations for the next fiscal year.

The Village Alderman holds public hearings and may add to, subtract from, or change appropriations, but may not change the form of the budget. Any changes in the budget must be within the revenues and reserves estimated or the revenue estimates must be changes by an affirmative vote of a majority of the government's council.

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year Ended June 30, 2021

Expenditures may not legally exceed budgeted appropriations at the activity level.

Cash and Cash Equivalents, and Investments

The governments' cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Under state law, the Village may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

Restricted Cash

Restricted cash on the Statement of Net Position represents the funds held for customer deposits. The balance of restricted cash at June 30, 2021 was \$7,320.

Statement of Cash Flows

For the purpose of the Statement of Cash Flows, for the enterprise fund, the Village considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet.

Accounts Receivable and Bad Debts

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Uncollectible amounts due for receivables are recognized as bad debts directly charged off at the time information becomes available which indicates that the particular receivable is not collectible. In governmental fund types, the uncollectible amount is charged directly to the revenue reported. On the other hand, in proprietary fund types, uncollectible amounts due from utility billings are recognized as bad debts through the use of an allowance account or are directly charged off at the time information becomes available which indicates that the particular receivable is not collectible.

Uncollectible amounts due for ad valorem taxes and other receivables of governmental funds are recognized as bad debts at the time information becomes available which would indicate that the particular receivable is not collectible.

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year Ended June 30, 2021

There appears to be concentration of credit risk with regard to general accounts receivable and more specifically accounts receivable for water and sewer user fees in the Enterprise Fund. The Village's ability to collect the amounts due from the users of the Village water and sewer system and others (as reflected on the financial statements) may be affected by significant economic fluctuations, natural disaster, or other calamity in this one concentrated geographic location.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

Estimates

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

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are report in the applicable governmental business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Building and improvements	10-50 years
Furniture and equipment	3 -10 years
Transportation equipment	5-7 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of governmental funds upon acquisition. Capital assets used in proprietary fund operations are accounted for the same as in the government-wide statements.

Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. The amount reported for general fund compensated absences is \$18,270. Vested or accumulated vacation leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees. The amount

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year Ended June 30, 2021

reported for proprietary fund compensated absences is \$9,058. In accordance with the provisions of Statement of Financial Accounting Standards No. 43, *Accounting for Compensated Absences*, no liability is recognized for that portion of accumulating sick leave benefits that is estimated will be taken as "terminal leave" prior to retirement. At June 30, 2021 the Village's total liability for compensated absences was \$27,328.

Long-Term Debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of bonds.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financial sources and payment of principal and interest reported as expenditures. The accounting for proprietary fund long-term debt is the same in the fund statements as it is in the government-wide statements.

Fund Balance and Equity Classifications

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, establishes standards for five fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of resources reported in government funds.

- *Non-spendable Fund Balance* - Classification includes amounts that cannot be spent because they are either (a) not in spendable form - prepaid items or inventories; or (b) legally or contractually required to be maintained intact. The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned and unassigned.
- *Restricted Fund Balance* - This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.
- *Committed Fund Balance* - These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the Town alderman - the government's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the Town aldermen remove the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.
- *Assigned Fund Balance* - This classification reflects the amounts constrained by the Village's "intent" to be used for specific purposes but are neither restricted nor committed. The Village's aldermen and management have the authority to assign amounts to be used for specific purposes.

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year Ended June 30, 2021

Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the general fund, that are not classified as non-spendable and are neither restricted nor committed.

- *Unassigned Fund Balance* - This fund balance is the residual classification for the general fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the Village's policy to use externally restricted resources first, then unrestricted resources - committed, assigned and unassigned - in order as needed.

Sales Taxes

Proceeds of 2% sales and use tax levied by the Village of Fenton, Louisiana are dedicated for the maintenance and overlay of streets and capital outlay.

Revenues, Expenditures, and Expenses

Program Revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the Village's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the Village's general revenues.

Revenues

Ad valorem taxes and the related state revenue sharing are recorded in the year taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis, become due on November 15 of each year, and become delinquent on December 31. The taxes are generally collected in December, January and February of the fiscal year. Sales taxes are considered as "measurable" when in the hands of sales tax collector and are recognized as revenue at that time. Interest on interest-bearing deposits is recorded or accrued as revenues when earned. Substantially all other revenues are recorded when received.

Expenditures

The Village's primary expenditures include salaries and insurance, which are recorded when the liability is incurred. Capital expenditures and purchases of various operating supplies are regarded as expenditures at the time purchased.

Other Financing Sources

Transfers between funds that are not expected to be repaid are accounted for as other financing sources (uses) when the transfer is authorized by the Village.

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year Ended June 30, 2021

Note 2 – Cash and Cash Equivalents

At June 30, 2021, the Village had \$1,940,118 in deposits (book balances), of which \$250,000 is secured from risk by federal deposit insurance, and the balance of \$1,690,118 is secured by pledged securities held by the custodial bank in the name of the fiscal agent bank. There are no funds exposed to custodial credit risk.

Note 3 – Property Taxes

Taxes were levied on property as follows:

	Millage	Assessed Valuations
General Ad Valorem Tax	8.00	\$1,284,282

Property tax millage rates are adopted in July of the calendar year in which the taxes are levied and recorded. All taxes are due and collectible when the assessment rolls are filed on or before November 15th of the current year; and become delinquent after December 31st. Property taxes not paid by February 28th are subject to property lien.

Note 4 – Receivables

Receivables at June 30, 2021 consisted of the following:

Class of Receivables	General Fund	Enterprise Fund	Total
Customer accounts	\$ -	\$ 42,173	\$ 42,173
Franchise taxes receivable	4,852	-	4,852
Intergovernmental receivables	3,205	-	3,205
Other receivables	2,250	-	2,250
Less: Allowance for bad debts	-	(24,039)	(24,039)
Total	\$ 10,307	\$ 18,134	\$ 28,441

Note 5 – Prepaid Items

Prepaid items for the year ended June 30, 2021 was as follows:

	Governmental Activities	type Activities	Totals
Prepaid Insurance	\$ 10,712	\$ -	\$ 10,712
Total	\$ 10,712	\$ -	\$ 10,712

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the Year Ended June 30, 2021

Note 6 – Capital Assets

A summary of changes in capital assets for the year ended June 30, 2021 follows:

	Balance 7/1/2020	Increases	Decreases	Balance 6/30/2021
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 35,065	\$ 10,000	\$ -	\$ 45,065
Other capital assets:				
Buildings	1,589,407	60,693	-	1,650,100
Machinery	709,564	6,874	-	716,438
Furniture	33,011	2,937	-	35,948
Totals	<u>2,331,982</u>	<u>70,504</u>	<u>-</u>	<u>2,402,486</u>
Less accumulated depreciation:				
Buildings	687,208	69,342	-	756,550
Machinery	583,832	35,000	-	618,832
Furniture	33,011	269	-	33,280
Total accumulated depreciation	<u>1,304,051</u>	<u>104,611</u>	<u>-</u>	<u>1,408,662</u>
Governmental activities:				
Capital assets, net	<u>\$ 1,062,996</u>	<u>\$ (24,107)</u>	<u>\$ -</u>	<u>\$ 1,038,889</u>
	Balance	Increases	Decreases	Balance
	7/1/2020			6/30/2021
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 14,790	\$ -	\$ -	\$ 14,790
Other capital assets:				
Buildings	1,586,760	-	-	1,586,760
Furniture	2,524	-	-	2,524
Transportation	28,630	-	-	28,630
Totals	<u>1,617,914</u>	<u>-</u>	<u>-</u>	<u>1,617,914</u>
Less accumulated depreciation:				
Buildings	787,382	47,148	-	834,530
Furniture	249	-	-	249
Transportation	28,630	-	-	28,630
Total accumulated depreciation	<u>816,261</u>	<u>47,148</u>	<u>-</u>	<u>863,409</u>
Governmental activities:				
Capital assets, net	<u>\$ 816,443</u>	<u>\$ (47,148)</u>	<u>\$ -</u>	<u>\$ 769,295</u>

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2021

Depreciation expense was charged to governmental activities as follow:

General government	\$	81,152
Public safety		<u>23,459</u>
Total	\$	<u><u>104,611</u></u>

Note 7 – Accrued liabilities

The accrued liabilities of \$59,979 at June 30, 2021 were as follows:

	Governmental Activities	Business-type Activities	Totals
Accrued payroll and related liabilities	\$ 10,094	\$ -	\$ 10,094
Insurance payable	48,480	-	48,480
Other accrued liabilities	<u>1,405</u>	-	<u>1,405</u>
Total	<u><u>\$ 59,979</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 59,979</u></u>

Note 8 – Due to/ from Other Funds

The composition of due to/ from other funds for the year ended June 30, 2021 is as follows:

Due to/from other funds:

	Interfund	
	Receivable	Payable
Governmental Funds:		
General fund	<u>107,065</u>	<u>-</u>
Proprietary Funds:		
Enterprise fund	<u>-</u>	<u>107,065</u>
Total primary government	<u><u>\$ 107,065</u></u>	<u><u>\$ 107,065</u></u>

Note 9 – Interfund Transfers

The composition of interfund transfers for the year ended June 30, 2021 is as follows:

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2021

	Transfers In	Transfers Out
Governmental Funds:		
General fund	-	133,684
Proprietary Funds:		
Enterprise fund	133,684	-
Total	\$ 133,684	\$ 133,684

Note 10 – Risk Management

The Village is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Village. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Note 11 – Commitments and Contingencies

The Village received funding under grants from various federal and state agencies. The agency grants specify the purpose for which the grant monies are to be used. These grants are subject to audit by the granting agency or its representative.

Note 12 – Schedule of Rates and Number of Customers

At June 30, 2021, the number of customers was as follows:

Residential	– 161
Commercial	– 1

The schedule of rates for the proprietary fund is as follows:

Sewer:

Residential:	
In-Town	\$12.50, first 2,000 gallons 2.00 per 1,000 gallons thereafter, up to 10,000 gallons
Out-of-Town	\$15.00, first 2,000 gallons 2.00 per 1,000 gallons thereafter, up to 10,000 gallons
Commercial:	\$15.00, first 2,000 gallons 2.00 per 1,000 gallons thereafter, up to 10,000 gallons 1.00 per 1,000 gallons after 10,000 gallons

VILLAGE OF FENTON, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the Year Ended June 30, 2021

Water:

Residential:	
In-Town	\$12.50 first 2,000 gallons 5.00 per 1,000 gallons thereafter
Out-of-Town	\$15.00 first 2,000 gallons 5.50 per 1,000 gallons thereafter
Commercial:	
In-Town	\$18.00 first 2,000 gallons 6.00 per 1,000 gallons thereafter
Out-of-Town	\$20.00 first 2,000 gallons 6.00 per 1,000 gallons thereafter

Note 13 – Related Party Transactions

Procedures, observations, and inquiries did not disclose any material related party transactions for the fiscal year ended June 30, 2021.

Note 14 – Covid-19 Pandemic

On March 11, 2020, the World Health Organization declared the outbreak of a novel coronavirus (“COVID-19”) as a global pandemic, which continues to spread throughout the United States. The COVID-19 pandemic has negatively impacted the global economy and created significant volatility and disruption of financial markets. The extent of impact of the COVID-19 pandemic on the Village’s operational and financial performance will depend on certain developments, including the duration and spread of the outbreak and the impact on its investments, customers, employees and vendors, all of which are uncertain and cannot be predicted or reasonably estimated at this time.

REQUIRED SUPPLEMENTARY INFORMATION (PART II)

VILLAGE OF FENTON, LOUISIANA
GENERAL FUND
BUDGETARY COMPARISON SCHEDULE
For the Year Ended June 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance With Final Budget Positive/ (Negative)
REVENUES				
Beer Tax	800	800	535	\$ (265)
Fines & Forfeits	725,000	725,000	848,320	123,320
Franchise Tax	24,000	24,000	11,365	(12,635)
Insurance Premium Tax La-Mats	5,500	5,500	1,858	(3,642)
Grass Cutting	300	300	1,500	1,200
License & Permits	1,000	1,000	125	(875)
Miscellaneous	1,400	1,000	115,526	114,526
Festival Revenues	10,000	10,000	-	(10,000)
In Lieu of Taxes	6,800	6,800	11,441	4,641
Parish Sales Taxes	-	-	52,012	52,012
Property Tax	15,000	15,000	9,193	(5,807)
State Revenue Sharing	1,900	1,900	-	(1,900)
Total Revenues	<u>791,700</u>	<u>791,300</u>	<u>1,051,875</u>	<u>260,575</u>
EXPENDITURES				
Current Function:				
General Government	521,425	521,425	766,175	(244,750)
Public Safety	404,950	404,950	277,598	127,352
Total Expenditures	<u>926,375</u>	<u>926,375</u>	<u>1,043,773</u>	<u>(117,398)</u>
Excess (deficiency) of revenues over expenditures	<u>(134,675)</u>	<u>(135,075)</u>	<u>8,102</u>	<u>(143,177)</u>
Other Financing Sources (USES):				
Transfer In	-	-	-	-
Transfer Out	<u>-</u>	<u>-</u>	<u>(133,684)</u>	<u>(133,684)</u>
Net Changes in Fund Balance	<u>\$ (134,675)</u>	<u>\$ (135,075)</u>	(125,582)	<u>\$ 9,493</u>
Fund Balances, Beginning			<u>1,750,642</u>	
Fund Balances, Ending			<u>\$ 1,625,060</u>	

SUPPLEMENTARY INFORMATION

VILLAGE OF FENTON, LOUISIANA

SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO THE AGENCY HEAD
For the Year Ended June 30, 2021

Agency Head Name: Eddie Alfred, Jr., Mayor

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 48,000
Benefits - Insurance	14,834
Benefits - Retirement	-
Car Allowance	-
Per diem	-
Reimbursements	-
Travel	-
Registration Fees	-
Conference Travel	-
Total Compensation, Benefits, and Other Payments to Agency Head	\$ 62,834

VILLAGE OF FENTON, LOUISIANA

SCHEDULE OF COMPENSATION PAID TO THE BOARD OF ALDERMEN

For the Year Ended June 30, 2021

<u>Name:</u>	<u>Amount</u>
Gwen Johnson	\$ 4,800
Mary Jones	4,800
Olle Mae Clophus	<u>4,800</u>
Total Compensation Paid	<u>\$ 14,400</u>

See Independent Auditors' Report

VILLAGE OF FENTON, LOUISIANA

SCHEDULE OF INSURANCE IN FORCE

For the Year Ended June 30, 2021

(Without Audit)

Issuer	Type of Insurance	Property Covered and Location	Insurance	Expiration Date
LA Municipal Risk Management Agent	Automobile	Automobile	\$ 500,000	March 19, 2022
	Commercial general liability	Premises operations, general	500,000	March 19, 2022
		Products and completed operations	500,000	March 19, 2022
		Medical payments	10,000/per accident	March 19, 2022
		Fire legal liability	50,000/per occurrence	March 19, 2022
Workers compensation	Eligible employees	Statutory	September 24, 2021	
Rod Prejean & Associates, Inc.	Automobile	Automobile	6,656	December 4, 2021

VILLAGE OF FENTON, LOUISIANA

JUSTICE SYSTEM FUNDING SCHEDULE - COLLECTING/DISBURSING ENTITY
Year Ended June 30, 2021

Cash Basis Presentation	First Six Month Period Ended 12/31/2020	Second Six Month Period Ended 06/30/2021
Beginning Balance of Amounts Collected (i.e. cash on hand)	\$ -	\$ 351,580
Add: Collections		
Criminal Fines - Other	358,445	550,334
Subtotal Collections	<u>358,445</u>	<u>550,334</u>
Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies	-	-
Restitution Payments to Individuals (additional detail is not required)	6,865	10,530
Subtotal Disbursements/Retainage	<u>6,865</u>	<u>10,530</u>
Total: Ending Balance of Amounts Collected but not Disbursed/Retained (i.e. cash on hand)	<u>\$ 351,580</u>	<u>\$ 891,384</u>

Other Information:

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

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

INTERNAL CONTROL, COMPLIANCE, AND OTHER MATTERS



J. WALKER & COMPANY_{APC}

ACCOUNTANTS AND ADVISORS

INDEPENDENT AUDITORS' 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 Eddie Alfred, Jr. Mayor and the Village Council
Village of Fenton, 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 the Village of Fenton, Louisiana, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Village of Fenton, Louisiana's basic financial statements, and have issued our report thereon dated January 23, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village of Fenton, Louisiana's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Village of Fenton, Louisiana's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Fenton, Louisiana's internal control.

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

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

OFFICES:

2740 RUE DE JARDIN
STE.100
LAKE CHARLES
LOUISIANA 70605
(O) 337-478-7902
(F) 337-478-3345

5100 WESTHEIMER
SUITE 231
HOUSTON
TEXAS 77056
(O) 713-588-4460
(F) 713-966-6125

WWW.JWALKERCO.COM

MEMBER OF:

AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Village of Fenton, Louisiana's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. Although the intended use of this report may be limited, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

J. Walker & Company, APC

Lake Charles, Louisiana

January 23, 2022



VILLAGE OF FENTON, LOUISIANA

SCHEDULE OF FINDINGS AND RESPONSES

For the Year Ended June 30, 2021

I Summary of Auditors' Results

a. Financial Statements

1. The independent auditors' report expresses an unmodified opinion on the financial statements of the Village of Fenton, Louisiana.
2. There were no material weaknesses or significant deficiencies disclosed during the audit of the financial statements and reported in the *Independent Auditors' 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*.
3. There are no instances of noncompliance that are reported in the *Independent Auditors' 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*.

b. Federal Awards

N/A

c. Management Letter

1. No management letter was issued in connection with the audit for the year ended June 30, 2021.

VILLAGE OF FENTON, LOUISIANA

SCHEDULE OF FINDINGS AND RESPONSES

For the Year Ended June 30, 2021

II. Findings – Financial Statement Audit

There were no current year findings.

VILLAGE OF FENTON, LOUISIANA

SUMMARY OF THE PRIOR YEAR FINDINGS

For the Year Ended June 30, 2021

III. Summary of Prior Year Findings

There were no prior year findings.