

**VILLAGE OF CASTOR
ANNUAL FINANCIAL REPORT**

DECEMBER 31, 2019

Village of Castor
Financial Report
December 31, 2019

TABLE OF CONTENTS

	<u>Exhibit</u>	<u>Page</u>
Independent Accountant's Compilation Report	-	1
Basic Financial Statements		
Government-Wide Financial Statements		
Statement of Net Position	A	4
Statement of Activities	B	5
Fund Financial Statements		
Balance Sheet-Governmental Fund	C	7
Reconciliation of the Governmental Fund Balance Sheet to the Statement of Net Position	D	8
Statement of Revenues, Expenditures and Changes in Fund Balance-Governmental Fund	E	9
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of the Governmental Fund to the Statement of Activities	F	10
Statement of Net Position – Proprietary Fund	G	11
Statement of Revenues, Expenditures, and Changes in Net Position	H	12
Statement of Cash Flows	I	13
Notes to Financial Statements	-	15-23
Required Supplementary Information		
Budgetary Comparison Schedule-General Fund	J	25
Schedule of Compensation, Benefits and Other Payments to Agency Head or Chief Executive Officer	K	26

T | C | B | T
THOMAS, CUNNINGHAM, BROADWAY & TODTENBIER
Certified Public Accountants

Eddie G. Johnson, CPA – A Professional Corporation (1927-1996)

Mark D. Thomas, CPA – A Professional Corporation
Roger M. Cunningham, CPA – A Professional Corporation
Jessica H. Broadway, CPA – A Professional Corporation
Ryan E. Todtenbier, CPA – A Professional Corporation

321 Bienville Street
Natchitoches, Louisiana 71457
(318) 352-3652
Fax (318) 352-4447
www.tcbtcpa.com

Mayor and Board of Aldermen
Village of Castor
P. O. Box 216
Castor, LA 71016

Management is responsible for the accompanying financial statements of the governmental activities, business-type activities and major fund of the Village of Castor (Village), for the year ended December 31, 2019, which collectively comprise the Village's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The accompanying Schedule of Compensation, Benefits, and Other Payments to Agency Head or Chief Executive Officer is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information is the representation of management. The information was subject to our compilation engagement, but we have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any form of assurance on such information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule listed as required supplementary information in the table of contents be presented to supplement the basic financial statements. Such information is presented for purposes of additional analysis and, although not a required part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. This information is the representation of management. We have not performed an audit, review or compilation on the required supplementary information and, accordingly, we do not express an opinion, a conclusion, nor provide any assurance on such information.

Management has omitted the Management Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical content.

Thomas, Cunningham, Broadway & Todtenbier, CPAs

Thomas, Cunningham, Broadway, & Todtenbier
Natchitoches, Louisiana

May 20, 2020

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE
FINANCIAL STATEMENTS

Village of Castor
Statement of Net Position
December 31, 2019

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS:			
Current Assets:			
Cash & Cash Equivalents	\$ 90,767	\$ 65,418	\$ 156,185
Revenue Receivable	<u>4,273</u>	<u>11,141</u>	<u>15,414</u>
Total Current Assets	<u>\$ 95,040</u>	<u>\$ 76,559</u>	<u>\$ 171,599</u>
Noncurrent Assets:			
Restricted Assets:			
Customer Deposits	\$ 0	\$ 4,932	\$ 4,932
Capital Assets (net)	<u>128,721</u>	<u>937,358</u>	<u>1,066,079</u>
Total Noncurrent Assets	<u>\$128,721</u>	<u>\$ 942,290</u>	<u>\$1,071,011</u>
Total Assets	<u>\$223,761</u>	<u>\$1,018,849</u>	<u>\$1,242,610</u>
LIABILITIES:			
Current Liabilities:			
Accounts Payable/Accruals	\$ 1,525	\$ 5,826	\$ 7,351
Noncurrent Liabilities:			
Customer Deposits	<u>0</u>	<u>7,258</u>	<u>7,258</u>
Total Liabilities	<u>\$ 1,525</u>	<u>\$ 13,084</u>	<u>\$ 14,609</u>
NET POSITION:			
Net Investment in Capital Assets	\$128,721	\$ 994,495	\$1,123,216
Unrestricted	<u>93,515</u>	<u>11,270</u>	<u>104,785</u>
Total Net Position	<u>\$222,236</u>	<u>\$1,005,765</u>	<u>\$1,228,001</u>

See independent accountant's compilation report and notes to financial statements.

Village of Castor
Statement of Activities
December 31, 2019

Activities	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	Total
Governmental Activities:							
General Government	\$110,114	\$ 0	\$0	\$0	\$(110,114)	\$ 0	\$ (110,114)
Public Safety	<u>9,351</u>	<u>956</u>	<u>0</u>	<u>0</u>	<u>(8,395)</u>	<u>0</u>	<u>(8,395)</u>
Total Governmental Activities	<u>\$119,465</u>	<u>\$ 956</u>	<u>\$0</u>	<u>\$0</u>	<u>\$(118,509)</u>	<u>\$ 0</u>	<u>\$ (118,509)</u>
Business-Type Activities:							
Water & Sewer	<u>\$145,003</u>	<u>\$86,068</u>	<u>\$0</u>	<u>\$0</u>	<u>\$ 0</u>	<u>\$ (58,935)</u>	<u>\$ (58,935)</u>
Total Government	<u>\$264,468</u>	<u>\$87,024</u>	<u>\$0</u>	<u>\$0</u>	<u>\$(118,509)</u>	<u>\$ (58,935)</u>	<u>\$ (177,444)</u>
General Revenues:							
Taxes					\$ 63,331	\$ 0	\$ 63,331
Licenses & Permits					30,085	0	30,085
Lease/Rent					4,750	0	4,750
Interest					663	203	866
Miscellaneous					4,945	0	4,945
Transfers					<u>(12,953)</u>	<u>12,953</u>	<u>0</u>
Total General Revenues and Transfers					<u>\$ 90,821</u>	<u>\$ 13,156</u>	<u>\$ 103,977</u>
Change in Net Position					\$ (27,688)	\$ (45,779)	\$ (73,467)
Net Position January 1, 2019					<u>249,924</u>	<u>1,051,544</u>	<u>1,301,468</u>
Net Position December 31, 2019					<u>\$ 222,236</u>	<u>\$ 1,005,765</u>	<u>\$ 1,228,001</u>

See independent accountant's compilation report and notes to financial statements.

FUND FINANCIAL STATEMENTS

Village of Castor
Balance Sheet-Governmental Fund
General Fund
December 31, 2019

ASSETS:

Cash & Cash Equivalents	\$90,767
Revenue Receivable	<u>4,273</u>
Total Assets	<u>\$95,040</u>

LIABILITIES:

Accounts Payable/Accruals	\$ 1,525
---------------------------	----------

FUND BALANCE:

Unassigned	<u>93,515</u>
Total Liabilities and Fund Balance	<u>\$95,040</u>

See independent accountant's compilation report and notes to financial statements.

Village of Castor
Reconciliation of the Governmental Fund
Balance Sheet to the Statement of Net Position
December 31, 2019

Total Fund Balance for the Governmental Fund at December 31, 2019	\$ 93,515
Total Net Position reported for Governmental Activities in the Statement of Net Position is different because:	
The following used in Governmental Activities are not current financial resources and, therefore, are not reported in the Governmental Fund Balance Sheet-	
Capital Assets (Net)	<u>128,721</u>
Total Net Position of Governmental Activities at December 31, 2019	<u>\$222,236</u>

See independent accountant's compilation report and notes to financial statements.

Village of Castor
Statement of Revenues, Expenditures and Changes in Fund Balance
General Fund
Year Ended December 31, 2019

Revenues:	
Taxes	\$ 63,331
Licenses and Permits	30,085
Fines	956
Miscellaneous-	
Lease/Rent	4,750
Other	<u>5,608</u>
Total Revenues	<u>\$104,730</u>
Expenditures:	
Current-	
General Government-	
Personnel Costs	\$ 39,030
Maintenance & Repair	7,046
Insurance	23,345
Office	18,326
Utilities	14,819
Public Safety	<u>9,351</u>
Total Expenditures	<u>\$111,917</u>
Deficiency of Revenues over Expenditures	\$ <u>(7,187)</u>
Other Financing Uses	
Transfers-Out	\$ <u>(12,953)</u>
Deficiency of Revenues over Expenditures and Other Uses	\$ (20,140)
Fund Balance-Beginning of Year	<u>113,655</u>
Fund Balance-End of Year	<u>\$ 93,515</u>

See independent accountant's compilation report and notes to financial statements.

Village of Castor
Reconciliation of the Statement of Revenues, Expenditures
and Change in Fund Balance of the Governmental Fund
to the Statement of Activities
for the Year Ended December 31, 2019

Total Net Change in Fund Balance at December 31, 2019, per Statement of Revenues, Expenditures and Change in Fund Balance	\$(20,140)
The Change in Net Position reported for Governmental Activities in the Statement of Activities is different because:	
Depreciation Expense on capital assets is reported in the government-wide financial statements, but does not require the use of current financial resources and is not reported in the Fund Financial Statements. Current year depreciation expense is	<u>(7,548)</u>
Total change in Net Position at December 31, 2019, per Statement of Activities	<u>\$(27,688)</u>

See independent accountant's compilation report and notes to financial statements.

Village of Castor
Statement of Net Position
Proprietary Fund
Year Ended December 31, 2019

ASSETS:	
Current Assets:	
Cash & Cash Equivalents	\$ 65,418
Revenue Receivable	<u>11,141</u>
Total Current Assets	\$ <u>76,559</u>
Noncurrent Assets:	
Restricted Assets-	
Customer Deposits	\$ 4,932
Capital Assets-	
Land	11,250
Other Capital Assets, net of depreciation	<u>926,108</u>
Total Noncurrent Assets	\$ <u>942,290</u>
Total Assets	<u>\$1,018,849</u>
LIABILITIES:	
Current Liabilities:	
Accounts Payable/Accruals	\$ 5,826
Noncurrent Liabilities:	
Payable from Restricted Assets-	
Customer Deposits	<u>7,258</u>
Total Liabilities	\$ <u>13,084</u>
NET POSITION:	
Net Investment in Capital Assets	\$ 994,495
Unrestricted	<u>11,270</u>
Total Net Position	<u>\$1,005,765</u>

See independent accountant's compilation report and notes to financial statements.

Village of Castor
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Fund
For the Year Ended December 31, 2019

OPERATING REVENUES:	
Charges for Services	\$ <u>86,068</u>
OPERATING EXPENSES:	
Depreciation	\$ 57,136
Personnel	2,883
Utilities	9,497
Repairs & Maintenance	60,277
Office	11,069
Testing	<u>4,141</u>
Total Operating Expenses	\$ <u>145,003</u>
Operating Income (Loss)	\$ <u>(58,935)</u>
OTHER REVENUES AND EXPENSES:	
Interest Income	\$ 203
Total Other Revenues and Expenses	\$ <u>203</u>
Net Loss before Contributions and Transfers	\$ <u>(58,732)</u>
TRANSFERS-	
Transfers-In	\$ <u>12,953</u>
Change in Net Position	\$ (45,779)
Net Position-Beginning of Year	<u>1,051,544</u>
Net Position-End of Year	<u>\$1,005,765</u>

See independent accountant's compilation report and notes to financial statements.

Village of Castor
Statement of Cash Flows
Proprietary Fund
December 31, 2019

Cash Flows from Operating Activities:	
Cash Received from Customers	\$ 85,666
Cash Payments for Customer Deposits	(220)
Cash Paid to Suppliers	(83,262)
Cash Paid to Employees	<u>(2,883)</u>
Net Cash Provided (Used) by Operating Activities	\$ <u>(699)</u>
Cash Flows from Noncapital Financing Activities:	
Transfer from General Fund	\$ <u>12,953</u>
Cash Flows from Investing Activities:	
Interest Income	\$ <u>203</u>
Net Increase in Cash and Cash Equivalents	\$ 12,457
Cash and Cash Equivalents at Beginning of Year	<u>57,894</u>
Cash and Cash Equivalents at End of Year	\$ <u>70,351</u>
RECONCILIATION OF INCOME FROM OPERATIONS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:	
Income (Loss) from Operations	\$(58,935)
ADJUSTMENTS TO RECONCILE INCOME FROM OPERATIONS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:	
Depreciation	\$57,136
Changes in Assets and Liabilities-	
(Increase) Decrease in Accounts Receivable	(402)
Increase (Decrease) in Accounts Payable	1,722
Increase (Decrease) in Customer Deposits	<u>(220)</u>
Total Adjustments	\$ <u>58,236</u>
Net Cash Provided (Used) by Operating Activities	\$ <u>(699)</u>

See independent accountant's compilation report and notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

Village of Castor
Notes to Financial Statements
December 31, 2019

Introduction:

Pursuant to the provisions of Section 11, of Act No. 136, of the Session Acts of the General Assembly of the State of Louisiana, approved July 13, 1898, and Acts amendatory thereof, the Village of Castor, Louisiana, (Village) was declared a corporation by Proclamation executed by Governor John M. Parker on June 26, 1920. The Village is located in Ward 3 of Bienville Parish, State of Louisiana, and is managed by an elected Mayor and three aldermen. The Village provides a basic range of municipal services. These include police protection, public works (streets and lights), public improvements, sewer/water services, planning and zoning, social, cultural and general administration services. Management is compensated for services rendered to the Village. The Village has seven employees.

1. Summary of Significant Accounting Policies:

A. REPORTING ENTITY-

The Village is the basic level of government which has financial accountability and control over all activities related to the Village operations and services provided. The Village is not included in any other governmental "reporting entity" as defined by GASB pronouncements, since the Village Mayor and Board of Aldermen are elected by the public and have decision making authority to levy taxes, the power to designate management, the ability to significantly influence operations and primary accountability for fiscal matters. In addition, there are no component units as defined in Governmental Accounting Standards Board Statement 14, which are included in the Village's reporting entity.

The financial statements of the Village of Castor, Louisiana are prepared in accordance with generally accepted accounting principles (GAAP). The Village of Castor's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements.

B. BASIS OF PRESENTATION-

Government-Wide Financial Statements (GWFS)

The Statement of Net Position and Statement of Activities report information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues.

The Statement of Net Position presents the governmental-type activities on a consolidated basis, and is reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

Village of Castor
Notes to Financial Statements
December 31, 2019

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

C. FUND ACCOUNTING-

The accounts of the Village are organized 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 maintained is consistent with legal and managerial requirements.

The Village maintains two funds. One is categorized as a governmental fund and one as a proprietary fund. The emphasis on fund financial statements is on major governmental and enterprise funds; each displayed in a separate column. The Village considers both funds to be major.

The funds of the Village are described below:

Governmental Fund

General Fund

The General 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.

Proprietary Fund

Enterprise Fund

Enterprise funds are 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 (expenses, including depreciation) 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 Village's enterprise fund is the Utility Fund.

Village of Castor
Notes to Financial Statements
December 31, 2019

D. MEASUREMENT FOCUS/BASIS OF ACCOUNTING-

Basis of accounting refers to when revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Accrual Basis - Government-Wide Financial Statements (GWFS)

The Statement of Net Position and the Statement of Activities display information about the Village as a whole. Both of these statements have been prepared using the economic measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Modified Accrual Basis - Fund Financial Statements (FFS)

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. Governmental fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual; i.e., when they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Village considers all revenues "available" if collected within 60 days after year-end. Expenditures are generally recorded under the modified accrual basis of accounting when the related liability is incurred. The exceptions to this general rule are that (1) unmatured principal and interest on long-term debt, if any, are recorded when due and (2) claims and judgments and compensated absences are recorded as expenditures when paid with expendable available financial resources.

E. CASH AND INTEREST-BEARING DEPOSITS-

For purposes of the Statement of Net Position and Statement of Cash Flows, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposit of the Village.

F. CAPITAL ASSETS-

Capital assets, which include property, plant, and equipment, are reported in the governmental activities column 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 Village maintains a threshold level of \$500 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of that asset or materially extend the life of that asset are not capitalized.

Village of Castor
Notes to Financial Statements
December 31, 2019

Depreciation of all exhaustible capital assets is recorded as an 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 useful lives by type of asset is as follows:

Buildings and improvements	40 years
Equipment and vehicles	3-16 years
Utility system and improvements	10-50 years

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

G. RESTRICTED ASSETS-

Restricted assets include cash, interest-bearing deposits, and investments of the proprietary fund that are legally restricted as to their use. The restricted assets are related to utility meter deposits.

H. COMPENSATED ABSENCES-

There is no formal leave policy for the Village, therefore no entry is made to record compensated absences.

I. EQUITY CLASSIFICATIONS-

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

- a. 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, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position - Consists of net resources with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provision or enabling legislation.
- c. Unrestricted net position - All other net resources that do not meet the definition of "restricted" or "net investment in capital assets".

Village of Castor
Notes to Financial Statements
December 31, 2019

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

In the fund statements, governmental fund equity is classified as fund balance and displayed in five components. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

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

The General Fund has an unassigned fund balance of \$93,515. If applicable, the Village would typically use restricted fund balances first, followed by committed resources and assigned resources as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first and to defer the use of these other classified funds.

J. ESTIMATES-

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

Village of Castor
Notes to Financial Statements
December 31, 2019

K. OPERATING REVENUES AND EXPENSES-

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing noncapital financing, or investing activities.

L. EXPENDITURES/EXPENSES-

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities.

In the fund financial statements, expenditures are classified as follows:

Governmental Funds - By Character
Proprietary Fund - By Operating and Nonoperating

In the fund financial statements, governmental funds report expenditures of financial resources. Proprietary funds report expenses relating to use of economic resources.

M. BUDGET-

Prior to the beginning of each fiscal year, the Village adopts a budget for the next fiscal year. The budget is open for public inspection. All budgetary appropriations lapse at the end of the fiscal year. The budget is prepared on the modified accrual basis of accounting.

2. Cash and Cash Equivalents:

The cash and cash equivalents of the Village of Castor are subject to the following risk:

Custodial Credit Risk: Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the Village will not be able to recover its deposits. 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 or exceed 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. Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Village that the fiscal agent bank has failed to pay deposited funds upon demand. Further, Louisiana Revised Statute 39:1224 states that securities held by a third party shall be deemed to be held in the Village's name.

Bank account balances at December 31, 2019, totaled \$165,910 and were fully secured by FDIC Insurance.

Village of Castor
Notes to Financial Statements
December 31, 2019

3. Restricted Assets:

The Enterprise Fund has restricted assets as follows:

Customer Deposits	\$ <u>4,932</u>
-------------------	-----------------

4. Property Taxes:

The Village levies taxes on real and business personal property located within its boundaries. Property taxes are levied by the Village on property values assessed by the Bienville Parish Tax Assessor and approved by the State of Louisiana Tax Commission.

For the year ended December 31, 2019, 7 mills were levied on property in the Village for general purposes per La. Constitution Article VI, Part II, Section 27(A).

The property tax calendar is as follows:

Assessment Date	January 1
Levy Date	June 1
Tax Bills Mailed	November 15
Total Taxes are Due	December 31
Penalties and Interest are Added	January 1
Lien Date	No Set Policy
Tax Sale	No Set Policy

Assessed values are established by the Bienville Parish Tax Assessor each year on a uniform basis at the following percent of fair market value:

Land	10%
Residential	10%
Industrial	15%
Machinery	15%
Commercial	15%
Public Service (excluding land)	25%

A reevaluation of all property is required to be completed no less than every four years. A reevaluation was completed for the tax roll of January 1, 2016.

Village of Castor
Notes to Financial Statements
December 31, 2019

5. Capital Assets:

Capital asset activity for the year ended December 31, 2019, is as follows:

Governmental Activities	Balance 01-01-19	Additions	Deletions	Balance 12-31-19
Capital Assets Depreciated-				
Building	\$238,135	\$ 0	\$0	\$238,135
Office Furniture, Fixtures & Equipment	16,082	0	0	16,082
Vehicles	22,402	0	0	22,402
Parking Lot	<u>15,002</u>	<u>0</u>	<u>\$0</u>	<u>15,002</u>
Total Assets	<u>\$291,621</u>	<u>\$ 0</u>	<u>\$0</u>	<u>\$291,621</u>
Less, Accumulated Depreciation-				
Building	\$105,617	\$ 6,798	\$0	\$112,415
Office Furniture, Fixtures & Equipment	16,082	0	0	16,082
Vehicles	22,402	0	0	22,402
Parking Lot	<u>11,251</u>	<u>750</u>	<u>0</u>	<u>12,001</u>
Total Accumulated Depreciation	<u>\$155,352</u>	<u>\$ 7,548</u>	<u>\$0</u>	<u>\$162,900</u>
Net Capital Assets	<u>\$136,269</u>	<u>\$(7,548)</u>	<u>\$0</u>	<u>\$128,721</u>
Business-Type Activities	Balance 01-01-19	Additions	Deletions	Balance 12-31-19
Capital Assets Not Depreciated-				
Land	\$ 11,250	\$ 0	\$0	\$ 11,250
Capital Assets Depreciated-				
Water System	759,138	0	0	759,138
Sewer System	891,049	0	0	891,049
Sewer System - 2007	559,339	0	0	559,339
Building	6,950	0	0	6,950
Tanks	<u>18,050</u>	<u>0</u>	<u>0</u>	<u>18,050</u>
Total Assets	<u>\$2,245,776</u>	<u>\$ 0</u>	<u>\$0</u>	<u>\$2,245,776</u>
Less, Accumulated Depreciation-				
Water System	\$ 500,726	\$ 18,978	\$0	\$ 519,704
Sewer System	583,623	22,277	0	605,900
Sewer System - 2007	153,817	13,983	0	167,800
Buildings	4,692	695	0	5,387
Tanks	<u>8,424</u>	<u>1,203</u>	<u>0</u>	<u>9,627</u>
Total Accumulated Depreciation	<u>\$1,251,282</u>	<u>\$ 57,136</u>	<u>\$0</u>	<u>\$1,308,418</u>
Net Capital Assets	<u>\$ 994,494</u>	<u>\$(57,136)</u>	<u>\$0</u>	<u>\$ 937,358</u>

Village of Castor
Notes to Financial Statements
December 31, 2019

Depreciation expense of \$7,548 was charged to the general government function, and \$57,136 was charged to the business-type activities.

6. Receivables:

The following is a summary of receivables at December 31, 2019:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Proprietary Fund</u>	<u>Total</u>
Sales Tax	\$4,273	\$ 0	\$ 4,273
Water & Sewer Sales	<u>0</u>	<u>11,141</u>	<u>11,141</u>
Total	<u>\$4,273</u>	<u>\$11,141</u>	<u>\$15,414</u>

Substantially all receivables are considered to be fully collectible, and no allowance for uncollectibles is used.

7. Compensation Paid to Board Members:

The members of the Village Council received no compensation for their services.

8. Related Party Transactions:

The Village had no identified related party transactions for the year ended December 31, 2019.

9. Pending Litigation:

The Village is currently named, along with most water districts in the state of Louisiana, as a defendant in a civil suit. Attorneys for the defense are of the opinion that the plaintiff will be unable to establish a cause of action against the Village, thereby granting the Village full dismissal. In the event a dismissal is not granted, any judgements rendered in favor of the plaintiff or payment resulting from compromise settlements, if any, will be within the limits of the Village's liability insurance.

10. Subsequent Events:

Management has evaluated events through May 20, 2020, the date which the financial statements were available for issue. On March 13, 2020, President Trump declared a national emergency relating to the COVID-19 virus. As of the date of this report, the pandemic is ongoing; however, management has evaluated the current economic conditions and declares that it has resulted in a decrease in revenues. The Village is closely monitoring its financial statements for future impacts.

REQUIRED SUPPLEMENTARY INFORMATION

Village of Castor
General Fund
Budgetary Comparison Schedule
For the Year Ended December 31, 2019

	<u>Budget</u>		<u>Actual</u>	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Ad Valorem	\$ 5,900	\$ 6,358	\$ 6,305	\$ (53)
Sales Tax	59,000	56,381	57,026	645
Licenses & Permits	32,050	30,085	30,085	0
Fines	2,000	956	956	0
Grants	25,000	0	0	0
Miscellaneous-				
Lease/Rent	5,000	7,200	4,750	(2,450)
Other	<u>1,100</u>	<u>5,608</u>	<u>5,608</u>	<u>0</u>
Total Revenues	<u>\$130,050</u>	<u>\$106,588</u>	<u>\$104,730</u>	<u>\$ (1,858)</u>
EXPENDITURES:				
General Government-				
Current-				
Personnel Costs	\$ 37,036	\$ 37,935	\$ 39,030	\$(1,095)
Maintenance & Repair	2,000	7,046	7,046	0
Insurance	20,000	22,657	23,345	(688)
Office	19,100	21,104	18,326	2,778
Utilities	15,000	14,912	14,819	93
Public Safety	<u>11,740</u>	<u>9,566</u>	<u>9,351</u>	<u>215</u>
Total Expenditures	<u>\$104,876</u>	<u>\$113,220</u>	<u>\$111,917</u>	<u>\$ 1,303</u>
Excess (Deficiency) of Revenues over Expenditures	\$ 25,174	\$ (6,632)	\$ (7,187)	\$ (555)
OTHER FINANCING SOURCES (Uses):				
Transfers-Out	<u>(25,000)</u>	<u>(13,046)</u>	<u>(12,953)</u>	<u>93</u>
Excess (Deficiency) of Revenues over Expenditures and Other Uses	\$ 174	\$ (19,678)	\$ (20,140)	\$ (462)
Fund Balance-Beginning of Year	<u>113,655</u>	<u>113,655</u>	<u>113,655</u>	<u>0</u>
Fund Balance-End of Year	<u>\$128,053</u>	<u>\$ 93,977</u>	<u>\$ 93,515</u>	<u>\$ (462)</u>

See independent accountant's compilation report and notes to financial statements.

Village of Castor
Schedule of Compensation, Benefits and Other Payments to
Agency Head or Chief Executive Officer
For the Year Ended December 31, 2019

Agency Head Name: Vicki Pickett, Mayor

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 0
Benefits-Insurance	0
Benefits-Retirement	0
Deferred Compensation	0
Benefits-Social Security	0
Benefits-Medicare	0
Car allowance	2,400
Vehicle provided by government	0
Cell phone	0
Dues	0
Vehicle rental	0
Per diem	0
Reimbursements	0
Travel	0
Registration fees	0
Conference travel	0
Housing	0
Unvouchered expenses	0
Special meals	0
Other	0

See independent accountant's compilation report.