

**TOWN OF CHURCH POINT, LOUISIANA**

Financial Report

Year Ended September 30, 2020

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# KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Brad E. Kolder, CPA, JD\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Nixon, CPA\*  
Stephen J. Anderson, CPA\*  
Christine C. Doucet, CPA  
Wanda F. Arcement, CPA  
Bryan K. Joubert, CPA  
Matthew E. Margaglio, CPA  
Casey L. Ardoin, CPA, CFE

183 S. Beadle Rd.  
Lafayette, LA 70508  
Phone (337) 232-4141

11928 Bricksome Ave.  
Baton Rouge, LA 70816  
Phone (225) 293-8300

1428 Metro Dr.  
Alexandria, LA 71301  
Phone (318) 442-4421

450 E. Main St.  
New Iberia, LA 70560  
Phone (337) 367-9204

200 S. Main St.  
Abbeville, LA 70510  
Phone (337) 893-7944

1201 David Dr.  
Morgan City, LA 70380  
Phone (985) 384-2020

434 E. Main St.  
Ville Platte, LA 70586  
Phone (337) 363-2792

332 W. Sixth Ave.  
Oberlin, LA 70655  
Phone (337) 639-4737

Victor R. Slaven, CPA\* - retired 2020

\* A Professional Accounting Corporation

## INDEPENDENT AUDITOR'S REPORT

WWW.KCSRCFAS.COM

The Honorable Ryan Meche, Mayor  
and Members of the Board of Aldermen  
Town of Church Point, Louisiana

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Church Point, Louisiana (Town), as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Town'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 error or fraud.

### *Auditor's 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 of 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.

## ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund of the Town of Church Point, Louisiana, as of September 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity 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 budgetary comparison information on pages 37 through 39 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.

The Town of Church Point has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Church Point, Louisiana's basic financial statements. The other supplementary information on pages 42 through 56 is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The comparative statements are the responsibility of management and were derived from and relate directly to the underlying accounting 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, these statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The prior year comparative information on the comparative statements has been derived from the Town of Church Point's 2019 financial statements, which was 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, and, in our opinion, was fairly presented in all material respects in relation to the basic financial statements from which they have been derived.

The various schedules have 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 them.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated February 19, 2021, on our consideration of the Town of Church Point, 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control over financial reporting and compliance.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
February 19, 2021

**BASIC FINANCIAL STATEMENTS**

**GOVERNMENT - WIDE  
FINANCIAL STATEMENTS (GWFS)**



TOWN OF CHURCH POINT, LOUISIANA

Statement of Net Position  
September 30, 2020

|                                      | Governmental<br>Activities | Business-Type<br>Activities | Total         |
|--------------------------------------|----------------------------|-----------------------------|---------------|
| <b>ASSETS</b>                        |                            |                             |               |
| Current assets:                      |                            |                             |               |
| Cash and interest-bearing deposits   | \$ 383,876                 | \$ 677,217                  | \$ 1,061,093  |
| Receivables, net                     | 60,711                     | 155,476                     | 216,187       |
| Internal balances                    | (52,938)                   | 52,938                      | -             |
| Due from other governmental units    | 253,369                    | -                           | 253,369       |
| Inventory                            | -                          | 59,928                      | 59,928        |
| Prepaid expenses                     | 19,825                     | 17,397                      | 37,222        |
| Total current assets                 | 664,843                    | 962,956                     | 1,627,799     |
| Noncurrent assets:                   |                            |                             |               |
| Restricted assets -                  |                            |                             |               |
| Cash and interest-bearing deposits   | -                          | 188,492                     | 188,492       |
| Capital assets -                     |                            |                             |               |
| Land and construction in progress    | 444,073                    | 219,590                     | 663,663       |
| Capital assets, net                  | 3,047,689                  | 5,319,090                   | 8,366,779     |
| Total noncurrent assets              | 3,491,762                  | 5,727,172                   | 9,218,934     |
| Total assets                         | 4,156,605                  | 6,690,128                   | 10,846,733    |
| <b>LIABILITIES</b>                   |                            |                             |               |
| Current liabilities:                 |                            |                             |               |
| Accounts and other payables          | 237,012                    | 48,359                      | 285,371       |
| Loan payable                         | 20,109                     | -                           | 20,109        |
| Unearned revenue                     | 23,394                     | -                           | 23,394        |
| Capital leases payable               | 53,666                     | -                           | 53,666        |
| Customers' deposits                  | -                          | 188,492                     | 188,492       |
| Total current liabilities            | 334,181                    | 236,851                     | 571,032       |
| Noncurrent liabilities:              |                            |                             |               |
| Capital leases payable               | 56,496                     | -                           | 56,496        |
| Total liabilities                    | 390,677                    | 236,851                     | 627,528       |
| <b>NET POSITION</b>                  |                            |                             |               |
| Net investment in capital assets     | 3,361,491                  | 5,538,680                   | 8,900,171     |
| Restricted for sales tax dedications | 236,234                    | -                           | 236,234       |
| Unrestricted                         | 168,203                    | 914,597                     | 1,082,800     |
| Total net position                   | \$ 3,765,928               | \$ 6,453,277                | \$ 10,219,205 |

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

TOWN OF CHURCH POINT, LOUISIANA

Statement of Activities  
For the Year Ended September 30, 2020

| Activities   | Expenses            | Program Revenues                         |  |  | Net (Expense) Revenues and<br>Changes in Net Position |                             |                      |
|--|---------------------|--|--|--|---|-----------------------------|----------------------|
|  |                     | Fees, Fines, and<br>Charges for Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions | Governmental<br>Activities                            | Business-Type<br>Activities | Total                |
| <b>Governmental activities:</b>                                |                     |  |  |  |   |                             |                      |
| General government   | \$ 641,131          | \$ 215,535                               | \$ 1,900                                 | \$ -                                   | \$ (423,696)  | \$ -                        | \$ (423,696)         |
| Public safety:   |                     |  |  |  |   |                             |                      |
| Police   | 1,062,108           | 332,055                                  | 75,685                                   | -                                      | (654,368)   | -                           | (654,368)            |
| Public works   | 793,122             | -  | -  | -                                      | (793,122)   | -                           | (793,122)            |
| Community Center   | 42,507              | -  | -  | -                                      | (42,507)  | -                           | (42,507)             |
| Culture and recreation   | 120,146             | -  | -  | -                                      | (120,146)   | -                           | (120,146)            |
| Interest on long-term debt                                     | 6,078               | -  | -  | -                                      | (6,078)   | -                           | (6,078)              |
| Total governmental activities                                  | <u>2,665,092</u>    | <u>547,590</u>                           | <u>77,585</u>                            | <u>-</u>                               | <u>(2,039,917)</u>                                    | <u>-</u>                    | <u>(2,039,917)</u>   |
| <b>Business-type activities:</b>                               |                     |  |  |  |   |                             |                      |
| Water  | 643,962             | 644,479                                  | -  | 285,211                                | -   | 285,728                     | 285,728              |
| Sewer  | 521,469             | 476,353                                  | -  | -                                      | -   | (45,116)                    | (45,116)             |
| Total business-type activities                                 | <u>1,165,431</u>    | <u>1,120,832</u>                         | <u>-</u>                                 | <u>285,211</u>                         | <u>-</u>  | <u>240,612</u>              | <u>240,612</u>       |
| Total primary government                                       | <u>\$ 3,830,523</u> | <u>\$ 1,668,422</u>                      | <u>\$ 77,585</u>                         | <u>\$ 285,211</u>                      | <u>(2,039,917)</u>                                    | <u>240,612</u>              | <u>(1,799,305)</u>   |
| <b>General revenues:</b>                                       |                     |  |  |  |   |                             |                      |
| Taxes -  |                     |  |  |  |   |                             |                      |
| Property taxes, levied for general purposes                    |                     |  |  |  | 117,095   | -                           | 117,095              |
| Sales and use taxes, levied for general purposes               |                     |  |  |  | 1,416,855   | -                           | 1,416,855            |
| Franchise taxes  |                     |  |  |  | 269,452   | -                           | 269,452              |
| Grants and contributions not restricted to specific programs - |                     |  |  |  |   |                             |                      |
| State sources  |                     |  |  |  | 50,837  | -                           | 50,837               |
| Interest and investment earnings                               |                     |  |  |  | 1,737   | 5,388                       | 7,125                |
| Gain on sale of capital assets                                 |                     |  |  |  | 84,851  | -                           | 84,851               |
| Miscellaneous  |                     |  |  |  | 253,508   | -                           | 253,508              |
| Total general revenues   |                     |  |  |  | <u>2,194,335</u>                                      | <u>5,388</u>                | <u>2,199,723</u>     |
| Change in net position   |                     |  |  |  | 154,418   | 246,000                     | 400,418              |
| Net position - October 1, 2019                                 |                     |  |  |  | <u>3,611,510</u>                                      | <u>6,207,277</u>            | <u>9,818,787</u>     |
| Net position - September 30, 2020                              |                     |  |  |  | <u>\$ 3,765,928</u>                                   | <u>\$ 6,453,277</u>         | <u>\$ 10,219,205</u> |

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

**FUND FINANCIAL STATEMENTS (FFS)**

## **MAJOR FUND DESCRIPTIONS**

### **General Fund**

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

### **Sales Tax Fund**

To account for the collection of a 1% sales and use tax and its subsequent disbursement in accordance with the sales tax dedication. The proceeds of the 1% sales tax approved on 01/10/67 are dedicated to construction, improving and maintaining streets, drainage, drainage canals, subsurface drains, fire department stations and funding into bonds.

### **2012 Law Enforcement Sales Tax Fund**

To account for the collection of a 1% sales and use tax and its subsequent disbursement in accordance with the sales tax dedication. The proceeds of the 1% sales tax approved on July 1, 2012 are dedicated to law enforcement expenses.

### **Capital Projects Fund**

To account for the receipt and subsequent disbursement of federal and state grant revenues and Town's matching funds to be utilized for various projects.

### **Enterprise Fund**

To account for the provision of water and sewerage services to residents of the Town. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

TOWN OF CHURCH POINT, LOUISIANA

Balance Sheet  
Governmental Funds  
September 30, 2020

|                                      | General           | Sales Tax         | 2012 Law<br>Enforcement<br>Sales Tax | Capital<br>Projects | Total               |
|--------------------------------------|-------------------|-------------------|--------------------------------------|---------------------|---------------------|
| <b>ASSETS</b>                        |                   |                   |                                      |                     |                     |
| Cash                                 | \$ 268,166        | \$ -              | \$ 22,485                            | \$ 1,430            | \$ 292,081          |
| Interest-bearing deposits            | -                 | 163,163           | -                                    | -                   | 163,163             |
| Receivables:                         |                   |                   |                                      |                     |                     |
| Taxes                                | 55,592            | -                 | -                                    | -                   | 55,592              |
| Due from other funds                 | 174,817           | 72,526            | 145,681                              | -                   | 393,024             |
| Due from other governmental units    | 5,783             | 123,794           | 123,792                              | -                   | 253,369             |
| Accounts                             | -                 | 5,119             | -                                    | -                   | 5,119               |
| Prepaid expenses                     | 5,901             | 8,198             | 5,726                                | -                   | 19,825              |
| Total assets                         | <u>\$ 510,259</u> | <u>\$ 372,800</u> | <u>\$ 297,684</u>                    | <u>\$ 1,430</u>     | <u>\$ 1,182,173</u> |
| <b>LIABILITIES AND FUND BALANCES</b> |                   |                   |                                      |                     |                     |
| Liabilities:                         |                   |                   |                                      |                     |                     |
| Accounts payable                     | \$ 177,426        | \$ 38,204         | \$ 8,577                             | \$ -                | \$ 224,207          |
| Accrued liabilities                  | 10,909            | 229               | 1,667                                | -                   | 12,805              |
| Unearned revenue                     | 23,394            | -                 | -                                    | -                   | 23,394              |
| Loan payable                         | 20,109            | -                 | -                                    | -                   | 20,109              |
| Due to other funds                   | 145,681           | 96,645            | 203,636                              | -                   | 445,962             |
| Total liabilities                    | <u>377,519</u>    | <u>181,418</u>    | <u>238,908</u>                       | <u>-</u>            | <u>797,845</u>      |
| Fund balances:                       |                   |                   |                                      |                     |                     |
| Nonspendable (prepaid expenses)      | 5,901             | 8,198             | 5,726                                | -                   | 19,825              |
| Restricted - sales tax dedications   | -                 | 183,184           | 53,050                               | -                   | 236,234             |
| Assigned - capital expenditures      | -                 | -                 | -                                    | 1,430               | 1,430               |
| Unassigned                           | 126,839           | -                 | -                                    | -                   | 126,839             |
| Total fund balances                  | <u>132,740</u>    | <u>191,382</u>    | <u>58,776</u>                        | <u>1,430</u>        | <u>384,328</u>      |
| Total liabilities and fund balances  | <u>\$ 510,259</u> | <u>\$ 372,800</u> | <u>\$ 297,684</u>                    | <u>\$ 1,430</u>     | <u>\$ 1,182,173</u> |

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

TOWN OF CHURCH POINT, LOUISIANA

Reconciliation of the Governmental Funds Balance Sheet  
to the Statement of Net Position  
September 30, 2020

|  |                |                     |
|--|----------------|---------------------|
| Total fund balances for governmental funds at September 30, 2020   |                | \$ 384,328          |
| Total net position reported for governmental activities in the statement of net position is different because:                                     |                |                     |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of: |                |                     |
| Land   | \$ 377,020     |                     |
| Construction in progress   | 67,053         |                     |
| Buildings, net of \$640,675 accumulated depreciation   | 965,647        |                     |
| Infrastructure, net of \$1,645,556 accumulated depreciation  | 1,361,691      |                     |
| Equipment, net of \$314,898 accumulated depreciation   | 445,498        |                     |
| Vehicles, net of \$183,708 accumulated depreciation  | <u>274,853</u> | 3,491,762           |
| Long-term liabilities at September 30, 2020:   |                |                     |
| Capital lease payable  |                | <u>(110,162)</u>    |
| Total net position of governmental activities at September 30, 2020  |                | <u>\$ 3,765,928</u> |

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

TOWN OF CHURCH POINT, LOUISIANA

Statement of Revenues, Expenditures, and Changes in Fund Balances -  
 Governmental Funds  
 Year Ended September 30, 2020

|   | General           | Sales Tax         | 2012 Law<br>Enforcement<br>Sales Tax | Capital<br>Projects | Total             |
|---|-------------------|-------------------|--------------------------------------|---------------------|-------------------|
| <b>Revenues:</b>  |                   |                   |                                      |                     |                   |
| Taxes   | \$ 386,547        | \$ 708,532        | \$ 708,323                           | \$ -                | \$ 1,803,402      |
| Licenses and permits                                    | 212,924           | -                 | -                                    | -                   | 212,924           |
| Intergovernmental revenues                              | 52,737            | -                 | 75,685                               | -                   | 128,422           |
| Charges for services                                    | 2,611             | -                 | -                                    | -                   | 2,611             |
| Fines and forfeits                                      | 332,055           | -                 | -                                    | -                   | 332,055           |
| Miscellaneous   | 212,392           | 8,519             | 34,334                               | -                   | 255,245           |
| Total revenues  | <u>1,199,266</u>  | <u>717,051</u>    | <u>818,342</u>                       | <u>-</u>            | <u>2,734,659</u>  |
| <b>Expenditures:</b>                                    |                   |                   |                                      |                     |                   |
| Current -   |                   |                   |                                      |                     |                   |
| General government                                      | 508,079           | 79,308            | 12,633                               | -                   | 600,020           |
| Public safety -   |                   |                   |                                      |                     |                   |
| Police  | 51,763            | -                 | 936,079                              | -                   | 987,842           |
| Public works  | -                 | 646,644           | -                                    | -                   | 646,644           |
| Community Center  | 29,214            | -                 | -                                    | -                   | 29,214            |
| Culture and recreation                                  | 107,182           | -                 | -                                    | -                   | 107,182           |
| Capital outlay  | 492,644           | 157,382           | 24,659                               | -                   | 674,685           |
| Debt service  | -                 | 43,582            | 30,325                               | -                   | 73,907            |
| Total expenditures                                      | <u>1,188,882</u>  | <u>926,916</u>    | <u>1,003,696</u>                     | <u>-</u>            | <u>3,119,494</u>  |
| Excess (deficiency)<br>of revenues over<br>expenditures | <u>10,384</u>     | <u>(209,865)</u>  | <u>(185,354)</u>                     | <u>-</u>            | <u>(384,835)</u>  |
| <b>Other financing sources (uses):</b>                  |                   |                   |                                      |                     |                   |
| Proceeds from capital lease                             | -                 | 86,547            | -                                    | -                   | 86,547            |
| Proceeds from sale of capital assets                    | 188,226           | -                 | -                                    | -                   | 188,226           |
| Transfers in  | -                 | -                 | 210,000                              | -                   | 210,000           |
| Transfers out   | (210,000)         | -                 | -                                    | -                   | (210,000)         |
| Total other financing<br>sources (uses)                 | <u>(21,774)</u>   | <u>86,547</u>     | <u>210,000</u>                       | <u>-</u>            | <u>274,773</u>    |
| Net changes in<br>fund balances                         | (11,390)          | (123,318)         | 24,646                               | -                   | (110,062)         |
| Fund balances, beginning                                | <u>144,130</u>    | <u>314,700</u>    | <u>34,130</u>                        | <u>1,430</u>        | <u>494,390</u>    |
| Fund balances, ending                                   | <u>\$ 132,740</u> | <u>\$ 191,382</u> | <u>\$ 58,776</u>                     | <u>\$ 1,430</u>     | <u>\$ 384,328</u> |

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

TOWN OF CHURCH POINT, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
Year Ended September 30, 2020

|   |              |
|---|--------------|
| Total net changes in fund balances at September 30, 2020 per statement of revenues, expenditures and changes in fund balances | \$ (110,062) |
|---|--------------|

The change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

|   |               |         |
|---|---------------|---------|
| Capital outlay which is considered expenditures on statement of revenues, expenditures and changes in fund balances | \$ 674,685    |         |
| Depreciation expense for the period ended September 30, 2020  | (288,112)     |         |
| Proceeds from sale of capital assets  | (188,226)     |         |
| Gain on sale/disposition of capital assets  | <u>84,851</u> | 283,198 |

Loan proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net position, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal and capital leases are recorded as expenditures in the governmental funds but reduce liability in the statement of net position.

|                                  |               |                 |
|----------------------------------|---------------|-----------------|
| Proceeds from capital leases     | (86,547)      |                 |
| Principal paid on capital leases | <u>67,829</u> | <u>(18,718)</u> |

|   |                   |
|---|-------------------|
| Total changes in net position at September 30, 2020 per statement of activities | <u>\$ 154,418</u> |
|---|-------------------|

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



TOWN OF CHURCH POINT, LOUISIANA

Statement of Net Position  
 Proprietary Fund  
 September 30, 2020

|                                   | <u>Enterprise Fund</u> |
|-----------------------------------|------------------------|
| <b>ASSETS</b>                     |                        |
| Current assets:                   |                        |
| Cash                              | \$ 275,449             |
| Interest-bearing deposits         | 401,768                |
| Receivables -                     |                        |
| Accounts                          | 110,637                |
| Unbilled utility receivables      | 44,839                 |
| Due from other funds              | 52,938                 |
| Inventory                         | 59,928                 |
| Prepaid expenses                  | 17,397                 |
| Total current assets              | <u>962,956</u>         |
| Noncurrent assets:                |                        |
| Restricted assets -               |                        |
| Cash                              | 108,132                |
| Interest-bearing deposits         | 80,360                 |
| Capital assets -                  |                        |
| Land and construction in progress | 219,590                |
| Capital assets, net               | <u>5,319,090</u>       |
| Total noncurrent assets           | <u>5,727,172</u>       |
| Total assets                      | <u>6,690,128</u>       |
| <b>LIABILITIES</b>                |                        |
| Current liabilities:              |                        |
| Accounts payable                  | 29,664                 |
| Retainage payable                 | 11,914                 |
| Accrued liabilities               | 6,781                  |
| Payable from restricted assets -  |                        |
| Customers' deposits               | <u>188,492</u>         |
| Total current liabilities         | <u>236,851</u>         |
| <b>NET POSITION</b>               |                        |
| Net investment in capital assets  | 5,538,680              |
| Unrestricted                      | <u>914,597</u>         |
| Total net position                | <u>\$ 6,453,277</u>    |

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

TOWN OF CHURCH POINT, LOUISIANA

Statement of Revenues, Expenses, and Changes in Fund Net Position -  
Proprietary Fund  
Year Ended September 30, 2020

|                                   | <u>Enterprise Fund</u> |
|-----------------------------------|------------------------|
| Operating revenues:               |                        |
| Charges for services -            |                        |
| Water sales                       | \$ 621,681             |
| Sewer service charge              | 461,521                |
| Other                             | 37,630                 |
| Total operating revenues          | 1,120,832              |
| Operating expenses:               |                        |
| Salaries                          | 307,167                |
| Payroll taxes                     | 23,669                 |
| Group insurance                   | 39,568                 |
| Pension                           | 12,096                 |
| Utilities                         | 73,834                 |
| Repairs and maintenance           | 100,059                |
| Auto expense                      | 8,528                  |
| Legal and professional            | 25,648                 |
| Insurance                         | 76,382                 |
| Operating supplies                | 25,215                 |
| Office supplies and expense       | 10,753                 |
| Dump and disposal charges         | 6,301                  |
| Inspection and testing            | 10,439                 |
| Chemicals                         | 81,752                 |
| Uniforms                          | 4,631                  |
| Depreciation                      | 297,511                |
| Other                             | 7,843                  |
| Total operating expenses          | 1,165,431              |
| Operating loss                    | (44,599)               |
| Nonoperating revenues (expenses): |                        |
| Interest income                   | 5,388                  |
| Loss before contributions         | (39,211)               |
| Capital contributions             | 285,211                |
| Change in net position            | 246,000                |
| Net position, beginning           | 6,207,277              |
| Net position, ending              | \$6,453,277            |

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

TOWN OF CHURCH POINT, LOUISIANA

Statement of Cash Flows  
 Proprietary Fund  
 Year Ended September 30, 2020

|   | <u>Enterprise Fund</u> |
|---|------------------------|
| Cash flows from operating activities:   |                        |
| Receipts from customers   | \$ 1,073,448           |
| Payments to suppliers   | (303,364)              |
| Payments to employees   | (570,689)              |
| Other receipts  | <u>37,630</u>          |
| Net cash provided by operating activities                                       | <u>237,025</u>         |
| Cash flows from noncapital financing activities:                                |                        |
| Cash received from other funds  | 164,327                |
| Net increase in customer meter deposits   | <u>17,615</u>          |
| Net cash provided by noncapital financing activities                            | <u>181,942</u>         |
| Cash flows from capital and related financing activities:                       |                        |
| Capital grants received   | 306,019                |
| Acquisition of property, plant and equipment                                    | <u>(608,358)</u>       |
| Net cash used by capital and related financing activities                       | <u>(302,339)</u>       |
| Cash flows from investing activities:   |                        |
| Proceeds of interest-bearing deposits with maturity<br>in excess of ninety days | 406,740                |
| Purchase of interest-bearing deposits with maturity<br>in excess of ninety days | (411,425)              |
| Interest on investments   | <u>5,388</u>           |
| Net cash provided by investing activities                                       | <u>703</u>             |
| Net increase in cash and cash equivalents                                       | 117,331                |
| Cash and cash equivalents, beginning of period                                  | <u>336,953</u>         |
| Cash and cash equivalents, end of period  | <u>\$ 454,284</u>      |

(continued)

TOWN OF CHURCH POINT, LOUISIANA

Statement of Cash Flows (Continued)

Proprietary Fund

Year Ended September 30, 2020

|   | <u>Enterprise Fund</u> |
|---|------------------------|
| Reconciliation of operating loss to net cash provided by operating activities:                |                        |
| Operating loss  | \$ (44,599)            |
| Adjustments to reconcile operating loss to net cash provided by operating activities:         |                        |
| Depreciation  | 297,511                |
| Changes in current assets and liabilities:  |                        |
| Increase in accounts receivable   | (7,277)                |
| Decrease in provision for uncollectible accounts  | (2,477)                |
| Decrease in unbilled services receivable  | 987                    |
| Increase in inventory   | (6,691)                |
| Decrease in prepaid expenses  | 9,002                  |
| Decrease in accounts payable  | (8,664)                |
| Decrease in accrued liabilities   | (767)                  |
| Total adjustments   | <u>281,624</u>         |
| Net cash provided by operating activities   | <u>\$ 237,025</u>      |
| Reconciliation of cash and cash equivalents per statement of cash flows to the balance sheet: |                        |
| Cash and cash equivalents, beginning of period -  |                        |
| Cash and interest-bearing deposits - unrestricted   | \$ 572,816             |
| Cash and interest-bearing deposits - restricted   | 170,877                |
| Less: Interest-bearing deposits with maturity in excess of 90 days                            | <u>(406,740)</u>       |
| Total cash and cash equivalents   | <u>336,953</u>         |
| Cash and cash equivalents, end of period -  |                        |
| Cash and interest-bearing deposits - unrestricted   | 677,217                |
| Cash and interest-bearing deposits - restricted   | 188,492                |
| Less: Interest-bearing deposits with maturity in excess of 90 days                            | <u>(411,425)</u>       |
| Total cash and cash equivalents   | <u>454,284</u>         |
| Net increase in cash and cash equivalents   | <u>\$ 117,331</u>      |

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

## TOWN OF CHURCH POINT, LOUISIANA

### Notes to the Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the Town of Church Point (Town) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

A. Financial Reporting Entity

The Town of Church Point (Town) was incorporated June 1, 1899, under the provisions of the Lawrason Act. The Town operates under the Mayor-Board of Aldermen form of government.

This report includes all funds that are controlled by or dependent on the Town executive and legislative branches (the Mayor and Board of Aldermen). Control by or dependence on the Town was determined on the basis of budget adoption, taxing authority, authority to issue debt, election or appointment of governing body, and other general oversight responsibility.

Based on the foregoing criteria, certain governmental organizations are not part of the Town and are thus excluded from the accompanying financial statements. These organizations are the Church Point Volunteer Fire Department and the Town of Church Point Housing Authority. The Town of Church Point Housing Authority was chartered by the Town and its Board of Directors is appointed by the Mayor and Board of Alderman. However, the Town's oversight responsibilities in the management of operations and financial accountability are remote.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net position and 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.

## TOWN OF CHURCH POINT, LOUISIANA

### Notes to the Basic Financial Statements (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for the business-type activities of the Town and for each function of the Town'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.

#### 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:

- a. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, 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
- b. Total assets, deferred outflows of resources, liabilities, deferred inflows of resources, 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.

The major funds of the Town are described below:

#### Governmental Funds -

##### General Fund

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

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

Special Revenue Funds

Sales Tax Fund -

The Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

2012 Law Enforcement Sales Tax Fund -

The Law Enforcement Sales Tax Fund is used to account for the proceeds of a one percent sales and use tax that is legally restricted to expenditures for specific purposes.

Capital Projects Fund

The Capital Projects Funds is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

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 Town of Church Point's enterprise fund is the Utility Fund.

C. Measurement Focus/Basis of Accounting

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

## TOWN OF CHURCH POINT, LOUISIANA

### Notes to the Basic Financial Statements (Continued)

#### Measurement Focus

On the government-wide statement of net position and the statement of activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b. below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. The proprietary fund utilizes an "economic resources" measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.

#### Basis of Accounting

In the government-wide statement of net position and statement of activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

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 (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

The proprietary fund utilizes the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred, or economic asset used.



TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

D. Assets, Liabilities, and Equity

Cash and interest-bearing deposits

For purposes of the statement of net position, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the Town. For the purpose of the proprietary fund statement of cash flows, "cash and cash equivalents" include all demand and savings accounts, and certificates of deposit or short-term investments with an original maturity of three months or less.

Interfund receivables and payables

During the course of operations, numerous transactions occur between individual funds that may result in amounts owed between funds. Those related to goods and services type transactions are classified as "due to and from other funds." Short-term interfund loans are reported as "interfund receivables and payables."

Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position.

Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales and use taxes. Business-type activities report customer's utility service receivables as their major receivables. Uncollectible amounts due for customers' utility receivables are recognized as bad debts at the time information becomes available which would indicate the uncollectibility of the particular receivable. The allowance for uncollectibles for customers' utility receivables was \$29,012 at September 30, 2020. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading and billing and the end of the month, are recorded at year-end.

Inventories

Inventories in the proprietary fund are valued at cost, which approximates market using the first-in/first-out (FIFO) method. The costs of governmental fund type inventories are recorded as expenditures when purchased rather than when consumed.

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide or fund financial statements. Capital assets are capitalized at historical cost or estimated cost if historical is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Town maintains a threshold level of \$1,000 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Prior to October 1, 2002, some governmental funds' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

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:

|                                 |             |
|---------------------------------|-------------|
| Buildings                       | 40 years    |
| Equipment                       | 5 years     |
| Utility system and improvements | 20-40 years |
| Infrastructure                  | 20-40 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.

Restricted Assets

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

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 debts to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term debts consist primarily of the revenue bonds payable and utility meter deposits payable.

## TOWN OF CHURCH POINT, LOUISIANA

### Notes to the Basic Financial Statements (Continued)

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing 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.

#### Compensated Absences

Town employees are entitled to certain compensated absences based upon their length of service.

Vacation leave is earned at the rate of five days after one year of service, ten days after five years but less than ten years of service, and fifteen days after ten years of service. However, those employees with two years of service by February 2, 1999 were grandfathered in to receive ten days. Vacation leave earned does not accumulate from year to year.

Sick leave is earned at the rate of seven days for one to five years of employment and ten days for over five years of service. Employees are allowed to accumulate up to two years of leave. If the sick leave is not used within a two-year period, one year's leave is lost. Accumulated sick leave is not payable for employees who resign, retire, or are dismissed from employment.

#### 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 net capital assets reduced by outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
- b. Restricted net position – Net position is considered restricted if the use is constrained to a particular purpose. Restrictions are imposed by external organizations such as federal or state laws or buyers of the Town's debt. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets.
- c. Unrestricted net position – Consists of all other net position that does not meet the definition of the two components and is available for general use by the Town.

## TOWN OF CHURCH POINT, LOUISIANA

### Notes to the Basic Financial Statements (Continued)

In the fund statements, governmental fund equity is classified as fund balance. As such, fund balances of the governmental funds are classified as follows:

- a. Nonspendable – amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.
- b. Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- c. Committed – amounts that can be used only for specific purposes determined by a formal decision of the Town's Mayor and Board or Aldermen, which is the highest level of decision-making authority for the Town.
- d. Assigned – amounts that do not meet the criteria to be classified as restricted or committed but are intended to be used for specific purposes determined by a formal decision of the Town's Mayor and Board of Aldermen.
- e. Unassigned – all other spendable amounts.

When an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available, the Town considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Town considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Town has provided otherwise in his commitment or assignment actions.

Proprietary (Utility) fund equity is classified the same as in the government-wide statements.

#### E. Revenues, Expenditures, and Expenses

##### 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.

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

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.

Interfund Transfers

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

F. Revenue Restrictions

The Town has various restrictions placed over certain revenue sources from state or local requirements. The primary restricted revenue sources include:

| <u>Revenue Source</u>   | <u>Legal Restrictions of Use</u> |
|-------------------------|----------------------------------|
| Sales tax               | See Note 12                      |
| Water and sewer revenue | Utility operations               |

The Town uses unrestricted resources only when restricted resources are fully depleted.

G. Capitalization of Interest Expense

It is the policy of the Town of Church Point to capitalize material amounts of interest resulting from borrowings in the course of the construction of capital assets. For the year ending September 30, 2020, there were no borrowings for assets under construction and no capitalized interest expense was recorded on the books. Total interest incurred and expensed for the year ending September 30, 2020 for the proprietary fund and business-type activities was \$-0-.

Total interest incurred and expensed for the year ended September 30, 2020 for the governmental funds and the governmental activities was \$8,377.

H. Use of Estimates

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

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

(2) Cash and Interest-Bearing Deposits

Under state law, the Town may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Town may invest in certificates and time deposits of the state banks organized under Louisiana law and national banks having principal offices in Louisiana. At September 30, 2020, the Town had cash and interest-bearing deposits (book balances) as follows:

|                 |                    |
|-----------------|--------------------|
| Demand deposits | \$ 674,997         |
| Time deposits   | <u>574,588</u>     |
| Total           | <u>\$1,249,585</u> |

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the Town's deposits may not be recovered. Under state law, these deposits, (or 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 bank. These securities are held in the name of the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties. These deposits are stated at cost, which approximates market. Deposit balances (bank balances) at September 30, 2020 were secured as follows:

|  |                    |
|--|--------------------|
| Bank balances  | <u>\$1,132,774</u> |
| Federal deposit insurance                              | \$ 893,075         |
| Pledged securities                                     | <u>239,699</u>     |
| Total federal deposit insurance and pledged securities | <u>\$1,132,774</u> |

Deposits in the amount of \$239,699 were exposed to custodial credit risk. These deposits are uninsured and collateralized with securities held by the pledging institution's trust department or agent, but not in the Town's name. The Town does not have a policy for custodial credit risk.

(3) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Town in September or October and are actually billed to taxpayers in November or December. Billed taxes become delinquent on January 1 of the following year. The Town bills and collects its own property taxes using the assessed values determined by the tax assessor of Acadia Parish. Town property tax revenues are budgeted in the year billed.

For the year ended September 30, 2020, taxes of 7.01 mills were levied on property with assessed valuations totaling \$16,667,750 and were dedicated as follows:

|                            |            |
|----------------------------|------------|
| General corporate purposes | 7.01 mills |
|----------------------------|------------|

Total taxes levied were \$116,840. There were no taxes receivable at September 30, 2020.

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

(4) Receivables

Receivables at September 30, 2020 of \$216,187 consist of the following:

|                  | <u>General</u>   | <u>Sales<br/>Tax</u> | <u>Utility</u>    | <u>Total</u>      |
|------------------|------------------|----------------------|-------------------|-------------------|
| Accounts         | \$ -             | \$ 5,119             | \$ 110,637        | \$ 115,756        |
| Unbilled utility | -                | -                    | 44,839            | 44,839            |
| Franchise tax    | <u>55,592</u>    | <u>-</u>             | <u>-</u>          | <u>55,592</u>     |
| Totals           | <u>\$ 55,592</u> | <u>\$ 5,119</u>      | <u>\$ 155,476</u> | <u>\$ 216,187</u> |

(5) Due from Other Governmental Units

Amounts due from other governmental units in the amount of \$253,369 at September 30, 2020 consisted of the following:

Governmental Activities:

General Fund -

|   |              |
|---|--------------|
| Amount due from the State of Louisiana for beer tax revenues earned   | \$ 2,537     |
| Amount due from the State of Louisiana for video poker revenue earned | <u>3,246</u> |
|   | 5,783        |

Sales Tax Fund -

|   |                |
|---|----------------|
| Amount due from Acadia Parish School Board for September 2020 sales tax | 123,794        |
| 2012 Law Enforcement Sales Tax Fund -                                   |                |
| Amount due from Acadia Parish School Board for September 2020 sales tax | <u>123,792</u> |
| Total governmental activities   | <u>247,586</u> |

Total Due from Other Governmental Units \$253,369

(6) Restricted Assets - Proprietary Fund Type

Restricted assets consisted of the following at September 30, 2020:

|                     |                   |
|---------------------|-------------------|
| Customers' deposits | <u>\$ 188,492</u> |
|---------------------|-------------------|

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

(7) Capital Assets

Capital asset activity for the year ended September 30, 2020 was as follows:

|  | Balance<br>10/01/19 | Additions         | Deletions         | Balance<br>09/30/20 |
|--|---------------------|-------------------|-------------------|---------------------|
| <b>Governmental activities:</b>                  |                     |                   |                   |                     |
| Capital assets not being depreciated:            |                     |                   |                   |                     |
| Land   | \$ 276,185          | \$ 100,835        | \$ -              | \$ 377,020          |
| Construction in progress                         | -                   | 67,053            | -                 | 67,053              |
| Other capital assets:                            |                     |                   |                   |                     |
| Buildings  | 1,906,322           | -                 | 300,000           | 1,606,322           |
| Infrastructure                                   | 2,733,716           | 273,531           | -                 | 3,007,247           |
| Equipment, furniture and fixtures                | 731,759             | 89,616            | 60,979            | 760,396             |
| Vehicles   | 400,389             | 143,650           | 85,478            | 458,561             |
| Totals   | <u>6,048,371</u>    | <u>674,685</u>    | <u>446,457</u>    | <u>6,276,599</u>    |
| Less accumulated depreciation                    |                     |                   |                   |                     |
| Buildings  | 792,518             | 48,782            | 200,625           | 640,675             |
| Infrastructure                                   | 1,528,517           | 117,039           | -                 | 1,645,556           |
| Equipment, furniture and fixtures                | 317,627             | 58,250            | 60,979            | 314,898             |
| Vehicles   | 201,145             | 64,041            | 81,478            | 183,708             |
| Total accumulated depreciation                   | <u>2,839,807</u>    | <u>288,112</u>    | <u>343,082</u>    | <u>2,784,837</u>    |
| Governmental activities,<br>capital assets, net  | <u>\$3,208,564</u>  | <u>\$ 386,573</u> | <u>\$ 103,375</u> | <u>\$3,491,762</u>  |
| <b>Business-type activities:</b>                 |                     |                   |                   |                     |
| Capital assets not being depreciated:            |                     |                   |                   |                     |
| Land - water system                              | \$ 100,000          | \$ -              | \$ -              | \$ 100,000          |
| Land - sewer system                              | 450                 | -                 | -                 | 450                 |
| Construction in progress                         | 205,248             | 434,081           | 520,189           | 119,140             |
| Other capital assets:                            |                     |                   |                   |                     |
| Water system                                     | 5,003,352           | -                 | -                 | 5,003,352           |
| Sewer system                                     | 6,319,411           | 503,814           | -                 | 6,823,225           |
| Vehicles   | 46,903              | 51,098            | 3,500             | 94,501              |
| Machinery and equipment                          | 671,436             | 124,185           | 31,411            | 764,210             |
| Totals   | <u>12,346,800</u>   | <u>1,113,178</u>  | <u>555,100</u>    | <u>12,904,878</u>   |
| Less accumulated depreciation                    |                     |                   |                   |                     |
| Water system                                     | 3,178,458           | 118,745           | 5,395             | 3,291,808           |
| Sewer system                                     | 3,719,814           | 141,935           | -                 | 3,861,749           |
| Vehicles   | 28,300              | 6,886             | 3,500             | 31,686              |
| Machinery and equipment                          | 177,026             | 29,945            | 26,016            | 180,955             |
| Total accumulated depreciation                   | <u>7,103,598</u>    | <u>297,511</u>    | <u>34,911</u>     | <u>7,366,198</u>    |
| Business-type activities,<br>capital assets, net | <u>\$5,243,202</u>  | <u>\$ 815,667</u> | <u>\$ 520,189</u> | <u>\$5,538,680</u>  |



TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

Depreciation expense was charged to governmental activities as follows:

|                            |                  |
|----------------------------|------------------|
| General government         | \$ 41,111        |
| Police                     | 74,266           |
| Public works               | 146,478          |
| Community Center           | 13,293           |
| Culture and recreation     | <u>12,964</u>    |
| Total depreciation expense | <u>\$288,112</u> |

Depreciation expense was charged to business-type activities as follows:

|                            |                   |
|----------------------------|-------------------|
| Water                      | \$ 125,631        |
| Sewer                      | <u>171,880</u>    |
| Total depreciation expense | <u>\$ 297,511</u> |

(8) Accounts and Other Payables

The accounts and other payables in the amount of \$285,372 consisted of the following at September 30, 2020:

|                   | <u>Governmental<br/>Activities</u> | <u>Business-type<br/>Activities</u> | <u>Total</u>     |
|-------------------|------------------------------------|-------------------------------------|------------------|
| Accounts          | \$224,207                          | \$ 29,664                           | \$253,871        |
| Other liabilities | 12,805                             | 6,781                               | 19,586           |
| Retainage payable | <u>-</u>                           | <u>11,914</u>                       | <u>11,914</u>    |
| Totals            | <u>\$237,012</u>                   | <u>\$ 48,359</u>                    | <u>\$285,371</u> |

(9) Changes in Long-term Debt

The following is a summary of long-term debt transactions of the Town for the year ended September 30, 2020:

|                                    | <u>Governmental<br/>Activities<br/>Capital<br/>Leases</u> |
|------------------------------------|---|
| Long-term debt payable at 10/01/19 | \$ 79,059   |
| Long-term debt issued              | 86,547  |
| Long-term debt retired             | <u>(55,444)</u>   |
| Long-term debt payable at 9/30/20  | <u>\$110,162</u>  |

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

Long-term debt payable at September 30, 2020 is comprised of the following:

|  |                   | <u>Current<br/>Portion</u> |
|--|-------------------|----------------------------|
| Capital Leases:  |                   |                            |
| \$108,475 lease dated September 13, 2019, due in annual installments of \$29,961, including interest at 6.7%, through September 13, 2022, secured by police vehicles with a carrying value of \$84,972 (net of accumulation depreciation of \$23,503) at September 30, 2020. | \$ 54,395         | \$ 26,316                  |
| \$86,547 lease dated September 30, 2020, due in annual installments of \$30,780, including interest at 6.15%, through September 30, 2022, secured by vehicle with a carrying value of \$86,547 (net of accumulation depreciation of \$0) at September 30, 2020.              | <u>55,767</u>     | <u>27,350</u>              |
|  | <u>\$ 110,162</u> | <u>\$ 53,666</u>           |

The annual debt service requirements to maturity for the capital leases as of September 30, 2020 are as follows:

| <u>Year Ending<br/>September 30,</u> | <u>Governmental Activities</u> |                              |
|--------------------------------------|--------------------------------|------------------------------|
|                                      | <u>Capital Leases</u>          |                              |
|                                      | <u>Principal<br/>Payments</u>  | <u>Interest<br/>Payments</u> |
| 2021                                 | \$ 53,666                      | \$ 7,075                     |
| 2022                                 | <u>56,496</u>                  | <u>3,628</u>                 |
|                                      | <u>\$ 110,162</u>              | <u>\$ 10,703</u>             |

(10) Loan Payable

On July 30, 2020, the Town obtained a three-month bank loan in the amount of \$60,100 at an interest rate of 4.27% to partially finance the purchase of land in the amount of \$100,835. As of September 30, 2020, the outstanding principal balance on the loan was \$20,109. Interest in the amount of \$369 was paid on the loan during the year ended September 30, 2020. The loan is secured by the land.

(11) On-Behalf Payments of Salaries

The State of Louisiana paid the Town's policemen \$75,685 of supplemental pay during the year ended September 30, 2020. Such payments are recorded as intergovernmental revenues and public safety expense in the government-wide and General Fund financial statements.

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

(12) Dedication of Proceeds and Flow of Funds - Sales and Use Taxes

- A. Proceeds of a 1% sales and use tax approved January 10, 1967, (accounted for in the Sales Tax Fund - a special revenue fund) levied by the Town of Church Point (2020 collections \$708,532) are dedicated to the following purposes:

Constructing, acquiring, extending, improving and/or maintaining drainage facilities, streets, sidewalks and fire department stations and equipment, including fire engines, and purchasing and acquiring equipment and furnishings for the aforesaid public works, improvements and facilities, title to which shall be in the public name.

- B. Proceeds of a 1% sales and use tax approved May 16, 2012, (accounted for in the Law Enforcement Sales Tax Fund – a special revenue fund) levied by the Town of Church Point (2020 collections \$708,323) are dedicated to support law enforcement in the Town of Church Point.

All of the above sales taxes were issued in perpetuity.

(13) Retirement Commitment

All employees of the Town of Church Point are members of the Federal Social Security system. The Town and its employees contribute a percentage of each employee's salary to the system (7.65% contributed by the Town; 7.65% by the employee). Total covered wages for the year ended September 30, 2020 was \$1,478,304. The Town's contribution during the year ended September 30, 2020 amounted to \$113,090.

(14) Deferred Compensation Plan

As of July 1, 2003, the Town offers its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457. The plan is administered by the Variable Annuity Life Insurance Company (VALIC). The plan, available to all Town employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. The Town's contribution to the plan for the period ended September 30, 2020 was \$51,464.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) held in a trust, custodial account or annuity contract by the Town described in IRC 457(g) for the exclusive benefit of the participants and their beneficiaries.

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

(15) Operating Lease

In March 2018, the Town entered into an operating lease for a 2018 excavator, which is to be paid in 60 monthly installments of \$1,320 through March 2023. In September 2019, the Town entered into an operating lease for a 2019 backhoe, which is to be paid in 60 installments of \$1,095 through September 2024. Future lease payments on the leases are as follows:

| <u>Year Ending<br/>September 30,</u> |                  |
|--------------------------------------|------------------|
| 2021                                 | \$ 28,970        |
| 2022                                 | 28,970           |
| 2023                                 | 21,052           |
| 2024                                 | <u>13,135</u>    |
|                                      | <u>\$ 92,127</u> |

(16) Departmental Information for the Enterprise Fund

The Town of Church Point maintains one enterprise fund with two departments, which provide water and sewerage services. Departmental information for the year ended September 30, 2020 was as follows:

|   | <u>Water<br/>Department</u> | <u>Sewerage<br/>Department</u> | <u>Total<br/>Enterprise<br/>Fund</u> |
|---|-----------------------------|--------------------------------|--------------------------------------|
| Charges for services and other revenues | <u>\$ 644,479</u>           | <u>\$ 476,353</u>              | <u>\$ 1,120,832</u>                  |
| Operating expenses -                    |                             |                                |                                      |
| Depreciation                            | 125,631                     | 171,880                        | 297,511                              |
| Other expenses                          | <u>518,331</u>              | <u>349,589</u>                 | <u>867,920</u>                       |
| Total operating expenses                | <u>643,962</u>              | <u>521,469</u>                 | <u>1,165,431</u>                     |
| Operating income (loss)                 | <u>\$ 517</u>               | <u>\$ (45,116)</u>             | <u>\$ (44,599)</u>                   |

(17) Risk Management

The Town is exposed to risks of loss in the areas of health care, general and auto liability, property hazards and workers' compensation. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year, nor have settlements exceeded coverage for the past three years.

(18) Litigation and Claims

At September 30, 2020, the Town is a defendant in several lawsuits principally arising from the normal course of operations. The Town's legal counsel has reviewed the claims filed and has determined that the Town's liability net of insurance coverage is considered immaterial at September 30, 2020. As of September 30, 2020, no liability has been provided for suits filed or unasserted claims which may be filed.

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

(19) Interfund Transactions

A. Receivables and Payables

Interfund receivables and payables consisted of the following at September 30, 2020:

|                                | <u>Interfund<br/>Receivables</u> | <u>Interfund<br/>Payables</u> |
|--------------------------------|----------------------------------|-------------------------------|
| Major Funds:                   |                                  |                               |
| Governmental Funds -           |                                  |                               |
| General Fund                   | \$ 174,817                       | \$ 145,681                    |
| Sales Tax Fund                 | 72,526                           | 96,645                        |
| Law Enforcement Sales Tax Fund | 145,681                          | 203,636                       |
| Proprietary Fund -             |                                  |                               |
| Utility Fund                   | 52,938                           | -                             |
| Total                          | \$ 445,962                       | \$ 445,962                    |

Transfers are recorded in the year in which they were budgeted. However, the amounts are not always paid in that same year; therefore, causing balances as noted above. These balances are expected to be paid within the next fiscal year.

B. Interfund transfers

Interfund transfers consisted of the following at September 30, 2020:

|                                     | <u>Interfund<br/>Transfers In</u> | <u>Interfund<br/>Transfers Out</u> |
|-------------------------------------|-----------------------------------|------------------------------------|
| Major Funds:                        |                                   |                                    |
| Governmental Funds -                |                                   |                                    |
| General Fund                        | \$ -                              | \$ 210,000                         |
| 2012 Law Enforcement Sales Tax Fund | 210,000                           | -                                  |
| Total                               | \$ 210,000                        | \$ 210,000                         |

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Basic Financial Statements (Continued)

(20) Compensation of Town Officials

A detail of compensation paid to the Mayor and Board of Aldermen for the year ended September 30, 2020 follows:

|                    |                  |
|--------------------|------------------|
| Ryan Meche, Mayor  | \$ 51,969        |
| Aldermen:          |                  |
| Pat O'pry          | 5,823            |
| Christine Semien   | 5,823            |
| Chris LeBas        | 5,673            |
| Nelson Kim Cormier | 5,823            |
| Errol Comeaux      | <u>5,823</u>     |
|                    | <u>\$ 80,934</u> |

(21) Compensation, Benefits, and Other Payments to Agency Head

The schedule of compensation, benefits, and other payments to Ryan Meche, Mayor, follows:

|                      |                  |
|----------------------|------------------|
| Salary               | \$ 51,969        |
| Benefits - insurance | 7,204            |
| Retirement           | 2,852            |
| Fuel                 | <u>1,032</u>     |
|                      | <u>\$ 63,057</u> |

(22) Subsequent Event

As a result of the spread of the COVID 19 coronavirus, economic uncertainties have arisen which may have and may continue to impact the Town's ongoing operations. The extent and severity of the potential impact on future operations is unknown at this time.

**REQUIRED SUPPLEMENTARY  
INFORMATION**

TOWN OF CHURCH POINT, LOUISIANA  
General Fund

Budgetary Comparison Schedule  
For the Year Ended September 30, 2020

|  | Budget            |                   | Actual            | Variance -             |
|--|-------------------|-------------------|-------------------|------------------------|
|  | Original          | Final             |                   | Positive<br>(Negative) |
| <b>Revenues:</b>                                     |                   |                   |                   |                        |
| Taxes  | \$ 382,500        | \$ 388,238        | \$ 386,547        | \$ (1,691)             |
| Licenses and permits                                 | 229,500           | 228,979           | 212,924           | (16,055)               |
| Intergovernmental revenues                           | 59,600            | 56,610            | 52,737            | (3,873)                |
| Charges for services                                 | 4,600             | 2,841             | 2,611             | (230)                  |
| Fines and forfeits                                   | 204,200           | 267,009           | 332,055           | 65,046                 |
| Miscellaneous  | 86,650            | 218,751           | 212,392           | (6,359)                |
| Total revenues                                       | <u>967,050</u>    | <u>1,162,428</u>  | <u>1,199,266</u>  | <u>36,838</u>          |
| <b>Expenditures:</b>                                 |                   |                   |                   |                        |
| Current -  |                   |                   |                   |                        |
| General government                                   | 539,947           | 507,378           | 508,079           | (701)                  |
| Public safety - police                               | 54,840            | 49,949            | 51,763            | (1,814)                |
| Community Center                                     | 35,700            | 28,308            | 29,214            | (906)                  |
| Culture and recreation                               | 96,005            | 102,664           | 107,182           | (4,518)                |
| Capital outlay                                       | <u>30,000</u>     | <u>494,054</u>    | <u>492,644</u>    | <u>1,410</u>           |
| Total expenditures                                   | <u>756,492</u>    | <u>1,182,353</u>  | <u>1,188,882</u>  | <u>(6,529)</u>         |
| Excess (deficiency) of<br>revenues over expenditures | <u>210,558</u>    | <u>(19,925)</u>   | <u>10,384</u>     | <u>30,309</u>          |
| <b>Other financing sources (uses):</b>               |                   |                   |                   |                        |
| Proceeds from sale of capital assets                 | -                 | 186,624           | 188,226           | 1,602                  |
| Transfers from Utility Fund                          | 20,000            | -                 | -                 | -                      |
| Transfers to Law Enforcement Sales Tax Fund          | <u>(200,000)</u>  | <u>(210,000)</u>  | <u>(210,000)</u>  | <u>-</u>               |
| Total other financing sources (uses)                 | <u>(180,000)</u>  | <u>(23,376)</u>   | <u>(21,774)</u>   | <u>1,602</u>           |
| Net change in fund balance                           | 30,558            | (43,301)          | (11,390)          | 31,911                 |
| Fund balance, beginning                              | <u>144,130</u>    | <u>144,130</u>    | <u>144,130</u>    | <u>-</u>               |
| Fund balance, ending                                 | <u>\$ 174,688</u> | <u>\$ 100,829</u> | <u>\$ 132,740</u> | <u>\$ 31,911</u>       |



TOWN OF CHURCH POINT, LOUISIANA  
Sales Tax Fund

Budgetary Comparison Schedule  
For the Year Ended September 30, 2020

|   | Budget            |                   | Actual           | Variance -<br>Positive<br>(Negative) |
|---|-------------------|-------------------|------------------|--------------------------------------|
|   | Original          | Final             |                  |                                      |
| <b>Revenues:</b>                            |                   |                   |                  |                                      |
| Taxes - sales taxes                         | \$ 651,730        | \$ 662,786        | \$708,532        | \$ 45,746                            |
| Miscellaneous                               | <u>2,250</u>      | <u>7,575</u>      | <u>8,519</u>     | <u>944</u>                           |
| Total revenues                              | <u>653,980</u>    | <u>670,361</u>    | <u>717,051</u>   | <u>46,690</u>                        |
| <b>Expenditures:</b>                        |                   |                   |                  |                                      |
| Current -                                   |                   |                   |                  |                                      |
| General government:                         | 95,385            | 81,050            | 79,308           | 1,742                                |
| Public works                                | 607,800           | 635,237           | 646,644          | (11,407)                             |
| Capital outlay                              | 30,000            | 158,726           | 157,382          | 1,344                                |
| Debt service                                | <u>-</u>          | <u>43,582</u>     | <u>43,582</u>    | <u>-</u>                             |
| Total expenditures                          | <u>733,185</u>    | <u>918,595</u>    | <u>926,916</u>   | <u>(8,321)</u>                       |
| Deficiency of revenues<br>over expenditures | (79,205)          | (248,234)         | (209,865)        | 38,369                               |
| <b>Other financing sources</b>              |                   |                   |                  |                                      |
| Proceeds from capital lease                 | <u>-</u>          | <u>86,547</u>     | <u>86,547</u>    | <u>-</u>                             |
| Net change in fund balance                  | (79,205)          | (161,687)         | (123,318)        | 38,369                               |
| Fund balance, beginning                     | <u>314,700</u>    | <u>314,700</u>    | <u>314,700</u>   | <u>-</u>                             |
| Fund balance, ending                        | <u>\$ 235,495</u> | <u>\$ 153,013</u> | <u>\$191,382</u> | <u>\$ 38,369</u>                     |

TOWN OF CHURCH POINT, LOUISIANA  
2012 Law Enforcement Sales Tax Fund

Budgetary Comparison Schedule  
For the Year Ended September 30, 2020

|   | Budget     |            | Actual     | Variance -             |
|---|------------|------------|------------|------------------------|
|   | Original   | Final      |            | Positive<br>(Negative) |
| <b>Revenues:</b>                            |            |            |            |                        |
| Taxes - sales taxes                         | \$ 651,730 | \$ 662,786 | \$ 708,323 | \$ 45,537              |
| Intergovernmental revenue                   |            |            |            |                        |
| State of Louisiana -                        |            |            |            |                        |
| On-behalf payments                          | 60,000     | 75,685     | 75,685     | -                      |
| Miscellaneous                               | 5,000      | 12,724     | 34,334     | 21,610                 |
| Total revenues                              | 716,730    | 751,195    | 818,342    | 67,147                 |
| <b>Expenditures:</b>                        |            |            |            |                        |
| Current -                                   |            |            |            |                        |
| General government:                         | 11,730     | 12,930     | 12,633     | 297                    |
| Public safety - police                      | 895,150    | 922,563    | 936,079    | (13,516)               |
| Capital outlay                              | -          | 26,264     | 24,659     | 1,605                  |
| Debt service                                | 29,961     | 30,461     | 30,325     | 136                    |
| Total expenditures                          | 936,841    | 992,218    | 1,003,696  | (11,478)               |
| Deficiency of revenues<br>over expenditures | (220,111)  | (241,023)  | (185,354)  | 55,669                 |
| <b>Other financing sources:</b>             |            |            |            |                        |
| Transfers from General Fund                 | 200,000    | 210,000    | 210,000    | -                      |
| Net change in fund balance                  | (20,111)   | (31,023)   | 24,646     | 55,669                 |
| Fund balance, beginning                     | 34,130     | 34,130     | 34,130     | -                      |
| Fund balance, ending                        | \$ 14,019  | \$ 3,107   | \$ 58,776  | \$ 55,669              |

TOWN OF CHURCH POINT, LOUISIANA

Notes to the Required Supplementary Information

(1) Budget and Budgetary Accounting

The Town follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to September 30, the Town Clerk submits to the Mayor and Board of Aldermen a proposed operating budget for the fiscal year commencing the following October 1.
2. A summary of the proposed budget is published, and the public notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
5. Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases in expenditures resulting from revenues exceeding amounts estimated require the approval of the Board of Aldermen.
6. All budgetary appropriations lapse at the end of each fiscal year.
7. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted or as amended by the Board of Aldermen. Such amendments were not material in relation to the original appropriations.

(2) Excess of Expenditures Over Appropriations

For the year ended September 30, 2020, the following funds had actual expenditures over appropriations, at the functional level, as follows:

| Fund and Function                           | Budget     | Actual     | Excess   |
|---|------------|------------|----------|
| <b>General Fund:</b>                        |            |            |          |
| General government                          | \$ 507,378 | \$ 508,079 | \$ (701) |
| Public safety - police                      | 49,949     | 51,763     | (1,814)  |
| Community Center                            | 28,308     | 29,214     | (906)    |
| Culture and recreation                      | 102,664    | 107,182    | (4,518)  |
| Capital outlay                              | 494,054    | 492,644    | 1,410    |
| <b>Sales Tax Fund:</b>                      |            |            |          |
| Public works                                | 635,237    | 646,644    | (11,407) |
| <b>2012 Law Enforcement Sales Tax Fund:</b> |            |            |          |
| Public safety - police                      | 922,563    | 936,079    | (13,516) |

**OTHER SUPPLEMENTARY INFORMATION**

TOWN OF CHURCH POINT, LOUISIANA

Statement of Net Position  
September 30, 2020  
With Comparative Totals for September 30, 2019

|                                      | 2020                       |                             |                     | 2019<br>Totals     |
|--------------------------------------|----------------------------|-----------------------------|---------------------|--------------------|
|                                      | Governmental<br>Activities | Business-Type<br>Activities | Total               |                    |
| <b>ASSETS</b>                        |                            |                             |                     |                    |
| <b>Current assets:</b>               |                            |                             |                     |                    |
| Cash and interest-bearing deposits   | \$ 383,876                 | \$ 677,217                  | \$ 1,061,093        | \$1,044,284        |
| Receivables, net                     | 60,711                     | 155,476                     | 216,187             | 207,124            |
| Internal balances                    | (52,938)                   | 52,938                      | -                   | -                  |
| Due from other governmental units    | 253,369                    | -                           | 253,369             | 233,092            |
| Inventory                            | -                          | 59,928                      | 59,928              | 53,237             |
| Prepaid expenses                     | 19,825                     | 17,397                      | 37,222              | 115,081            |
| Total current assets                 | <u>664,843</u>             | <u>962,956</u>              | <u>1,627,799</u>    | <u>1,652,818</u>   |
| <b>Noncurrent assets:</b>            |                            |                             |                     |                    |
| <b>Restricted assets:</b>            |                            |                             |                     |                    |
| Cash and interest-bearing deposits   | -                          | 188,492                     | 188,492             | 170,877            |
| <b>Capital assets:</b>               |                            |                             |                     |                    |
| Land and construction in progress    | 444,073                    | 219,590                     | 663,663             | 581,883            |
| Capital assets, net                  | <u>3,047,689</u>           | <u>5,319,090</u>            | <u>8,366,779</u>    | <u>7,869,883</u>   |
| Total noncurrent assets              | <u>3,491,762</u>           | <u>5,727,172</u>            | <u>9,218,934</u>    | <u>8,622,643</u>   |
| Total assets                         | <u>4,156,605</u>           | <u>6,690,128</u>            | <u>10,846,733</u>   | <u>10,275,461</u>  |
| <b>LIABILITIES</b>                   |                            |                             |                     |                    |
| <b>Current liabilities:</b>          |                            |                             |                     |                    |
| Accounts payable and other payables  | 237,012                    | 48,359                      | 285,371             | 171,862            |
| Capital leases payable               | 53,666                     | -                           | 53,666              | 24,664             |
| Loan payable                         | 20,109                     | -                           | 20,109              | 12,385             |
| Unearned revenue                     | 23,394                     | -                           | 23,394              | 22,491             |
| Customers' deposits                  | -                          | 188,492                     | 188,492             | 170,877            |
| Total current liabilities            | <u>334,181</u>             | <u>236,851</u>              | <u>571,032</u>      | <u>402,279</u>     |
| <b>Noncurrent liabilities:</b>       |                            |                             |                     |                    |
| Capital leases payable               | <u>56,496</u>              | -                           | <u>56,496</u>       | <u>54,395</u>      |
| Total liabilities                    | <u>390,677</u>             | <u>236,851</u>              | <u>627,528</u>      | <u>456,674</u>     |
| <b>NET POSITION</b>                  |                            |                             |                     |                    |
| Net investment in capital assets     | 3,361,491                  | 5,538,680                   | 8,900,171           | 8,451,766          |
| Restricted for sales tax dedications | 236,234                    | -                           | 236,234             | 275,171            |
| Unrestricted                         | <u>168,203</u>             | <u>914,597</u>              | <u>1,082,800</u>    | <u>1,091,850</u>   |
| Total net position                   | <u>\$3,765,928</u>         | <u>\$6,453,277</u>          | <u>\$10,219,205</u> | <u>\$9,818,787</u> |

TOWN OF CHURCH POINT, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Revenues  
For the Year Ended September 30, 2020  
With Comparative Actual Amounts for the Year Ended September 30, 2019

|  | 2020              |                     | Actual              | Variance -<br>Positive<br>(Negative) | 2019<br>Actual      |
|--|-------------------|---------------------|---------------------|--------------------------------------|---------------------|
|  | Budget            |                     |                     |                                      |                     |
|  | Original          | Final               |                     |                                      |                     |
| <b>Revenues:</b>                           |                   |                     |                     |                                      |                     |
| Taxes -                                    |                   |                     |                     |                                      |                     |
| Ad valorem                                 | \$ 116,500        | \$ 114,743          | \$ 117,095          | \$ 2,352                             | \$ 116,527          |
| Franchise                                  | 266,000           | 273,495             | 269,452             | (4,043)                              | 271,695             |
| Total taxes                                | <u>382,500</u>    | <u>388,238</u>      | <u>386,547</u>      | <u>(1,691)</u>                       | <u>388,222</u>      |
| Licenses and permits -                     |                   |                     |                     |                                      |                     |
| Occupational licenses                      | 225,000           | 224,879             | 208,674             | (16,205)                             | 225,594             |
| Permits                                    | 4,500             | 4,100               | 4,250               | 150                                  | 5,076               |
| Total licenses and permits                 | <u>229,500</u>    | <u>228,979</u>      | <u>212,924</u>      | <u>(16,055)</u>                      | <u>230,670</u>      |
| Intergovernmental revenues -               |                   |                     |                     |                                      |                     |
| State of Louisiana:                        |                   |                     |                     |                                      |                     |
| Housing Authority payment in lieu of taxes | 22,000            | 23,394              | 22,491              | (903)                                | 21,224              |
| Beer taxes                                 | 9,600             | 9,501               | 6,643               | (2,858)                              | 8,934               |
| Video poker commissions                    | 28,000            | 23,715              | 21,703              | (2,012)                              | 25,189              |
| Other                                      | -                 | -                   | 1,900               | 1,900                                | -                   |
| Total intergovernmental revenues           | <u>59,600</u>     | <u>56,610</u>       | <u>52,737</u>       | <u>(3,873)</u>                       | <u>55,347</u>       |
| Charges for services -                     |                   |                     |                     |                                      |                     |
| Utility collection                         | 4,600             | 2,841               | 2,611               | (230)                                | 5,716               |
| Fines and forfeits                         |                   |                     |                     |                                      |                     |
|  | <u>204,200</u>    | <u>267,009</u>      | <u>332,055</u>      | <u>65,046</u>                        | <u>219,744</u>      |
| Miscellaneous -                            |                   |                     |                     |                                      |                     |
| Rent income                                | 32,500            | 18,385              | 19,845              | 1,460                                | 30,797              |
| Other revenues                             | 54,150            | 200,366             | 192,547             | (7,819)                              | 102,935             |
| Total miscellaneous                        | <u>86,650</u>     | <u>218,751</u>      | <u>212,392</u>      | <u>(6,359)</u>                       | <u>133,732</u>      |
| Total revenues                             |                   |                     |                     |                                      |                     |
|  | <u>\$ 967,050</u> | <u>\$ 1,162,428</u> | <u>\$ 1,199,266</u> | <u>\$ 36,838</u>                     | <u>\$ 1,033,431</u> |

TOWN OF CHURCH POINT, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Expenditures  
For the Year Ended September 30, 2020  
With Comparative Actual Amounts for the Year Ended September 30, 2019

|                             | 2020           |                |                | Variance -<br>Positive<br>(Negative) | 2019<br>Actual |
|-----------------------------|----------------|----------------|----------------|--------------------------------------|----------------|
|                             | Budget         |                | Actual         |                                      |                |
|                             | Original       | Final          |                |                                      |                |
| <b>Current -</b>            |                |                |                |                                      |                |
| <b>General government:</b>  |                |                |                |                                      |                |
| Salaries                    | \$ 186,060     | \$ 173,181     | \$ 174,654     | \$ (1,473)                           | \$ 173,740     |
| Court salaries              | 53,567         | 51,380         | 50,506         | 874                                  | 50,570         |
| Payroll taxes               | 17,000         | 14,522         | 17,395         | (2,873)                              | 18,054         |
| Group insurance             | 23,500         | 23,567         | 22,104         | 1,463                                | 26,568         |
| Pension                     | 5,000          | 5,563          | 7,147          | (1,584)                              | 4,068          |
| General insurance           | 40,000         | 40,032         | 31,611         | 8,421                                | 58,732         |
| Workers' compensation       | 12,200         | 10,415         | 8,358          | 2,057                                | 11,437         |
| Legal and professional      | 115,020        | 91,241         | 100,239        | (8,998)                              | 191,996        |
| Office expense and supplies | 31,000         | 53,819         | 45,331         | 8,488                                | 37,303         |
| Advertising and promotion   | 8,000          | 7,629          | 8,892          | (1,263)                              | 19,154         |
| Conventions and seminars    | 3,500          | 1,093          | 993            | 100                                  | 5,684          |
| Repairs and maintenance     | 10,000         | 4,026          | 11,435         | (7,409)                              | 36,502         |
| Dues                        | 1,300          | 1,350          | 1,050          | 300                                  | 1,050          |
| Utilities and telephone     | 16,100         | 14,992         | 14,678         | 314                                  | 15,845         |
| Preparation of tax rolls    | 3,500          | 4,647          | 4,637          | 10                                   | 3,092          |
| Miscellaneous               | 9,200          | 7,961          | 5,479          | 2,482                                | 10,153         |
| Presbytere expense          | 5,000          | 1,960          | 3,570          | (1,610)                              | 17,299         |
| Total general government    | <u>539,947</u> | <u>507,378</u> | <u>508,079</u> | <u>(701)</u>                         | <u>681,247</u> |
| <b>Public safety:</b>       |                |                |                |                                      |                |
| <b>Police department -</b>  |                |                |                |                                      |                |
| Salaries                    | 20,140         | 19,674         | 10,121         | 9,553                                | 22,088         |
| Payroll taxes               | 1,700          | 1,064          | 935            | 129                                  | 1,973          |
| Transportation              | -              | -              | -              | -                                    | 375            |
| Supplies                    | -              | -              | -              | -                                    | 1,656          |
| Conventions and seminars    | -              | -              | -              | -                                    | 3,295          |
| Uniforms                    | 5,000          | 1,011          | -              | 1,011                                | 1,016          |
| Crime lab fees              | -              | 23,700         | 29,890         | (6,190)                              | 20,850         |
| Miscellaneous               | 28,000         | 4,500          | 10,817         | (6,317)                              | 9,383          |
| Total public safety         | <u>54,840</u>  | <u>49,949</u>  | <u>51,763</u>  | <u>(1,814)</u>                       | <u>60,636</u>  |
| <b>Community Center:</b>    |                |                |                |                                      |                |
| Office expense and supplies | 3,700          | 4,047          | 3,643          | 404                                  | 3,562          |
| General insurance           | 3,500          | 2,500          | 2,130          | 370                                  | 3,088          |
| Repairs and maintenance     | 18,500         | 9,012          | 8,319          | 693                                  | 13,326         |
| Telephone and utilities     | 8,000          | 7,749          | 7,207          | 542                                  | 7,291          |
| Miscellaneous               | 2,000          | 5,000          | 7,915          | (2,915)                              | 5,450          |
| Total Community Center      | <u>35,700</u>  | <u>28,308</u>  | <u>29,214</u>  | <u>(906)</u>                         | <u>32,717</u>  |

(continued)

TOWN OF CHURCH POINT, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Expenditures (Continued)  
For the Year Ended September 30, 2020  
With Comparative Actual Amounts for the Year Ended September 30, 2019

|                                     | 2020             |                    |                    | Variance -<br>Positive<br>(Negative) | 2019<br>Actual   |
|-------------------------------------|------------------|--------------------|--------------------|--------------------------------------|------------------|
|                                     | Budget           |                    | Actual             |                                      |                  |
|                                     | Original         | Final              |                    |                                      |                  |
| <b>Culture and recreation:</b>      |                  |                    |                    |                                      |                  |
| Salaries                            | 42,205           | 56,292             | 56,011             | 281                                  | 40,935           |
| Payroll taxes                       | -                | 4,500              | 4,306              | 194                                  | 3,298            |
| Automobile expense                  | 1,000            | -                  | 294                | (294)                                | 564              |
| Trophies                            | 1,000            | -                  | -                  | -                                    | 890              |
| Tournament Fees                     | -                | 1,000              | 690                | 310                                  | 3,534            |
| Softball services                   | -                | 6,500              | 6,525              | (25)                                 | -                |
| Supplies                            | 10,100           | 11,230             | 11,226             | 4                                    | 15,311           |
| Repairs and maintenance             | 10,200           | 4,067              | 3,757              | 310                                  | 9,487            |
| Telephone and utilities             | 8,500            | 9,865              | 10,327             | (462)                                | 10,549           |
| Uniforms                            | 5,000            | -                  | -                  | -                                    | 6,055            |
| Insurance                           | 16,000           | 7,272              | 11,909             | (4,637)                              | 9,548            |
| Miscellaneous                       | 2,000            | 1,938              | 2,137              | (199)                                | 1,644            |
| <b>Total culture and recreation</b> | <u>96,005</u>    | <u>102,664</u>     | <u>107,182</u>     | <u>(4,518)</u>                       | <u>101,815</u>   |
| <b>Capital outlay -</b>             |                  |                    |                    |                                      |                  |
| <b>General government:</b>          |                  |                    |                    |                                      |                  |
| Vehicles and equipment              | -                | 33,703             | 33,703             | -                                    | 12,281           |
| <b>Streets:</b>                     |                  |                    |                    |                                      |                  |
| Infrastructure                      | -                | 37,224             | 37,224             | -                                    | -                |
| <b>Culture and recreation:</b>      |                  |                    |                    |                                      |                  |
| Land                                | -                | 100,835            | 100,835            | -                                    | -                |
| Community Center improvements       | 5,000            | 32,443             | 32,045             | 398                                  | 4,579            |
| Park equipment                      | -                | 108,124            | 108,277            | (153)                                | -                |
| Park improvements                   | 25,000           | 181,725            | 180,560            | 1,165                                | 52,620           |
| <b>Total capital outlay</b>         | <u>30,000</u>    | <u>494,054</u>     | <u>492,644</u>     | <u>1,410</u>                         | <u>69,480</u>    |
| <br>                                |                  |                    |                    |                                      |                  |
| <b>Total expenditures</b>           | <u>\$756,492</u> | <u>\$1,182,353</u> | <u>\$1,188,882</u> | <u>\$ (6,529)</u>                    | <u>\$945,895</u> |



TOWN OF CHURCH POINT, LOUISIANA  
Sales Tax Fund

Budgetary Comparison Schedule  
For the Year Ended September 30, 2020  
With Comparative Actual Amounts for the Year Ended September 30, 2019

|                            | 2020           |                |                | Variance -<br>Positive<br>(Negative) | 2019<br>Actual |
|----------------------------|----------------|----------------|----------------|--------------------------------------|----------------|
|                            | Budget         |                | Actual         |                                      |                |
|                            | Original       | Final          |                |                                      |                |
| <b>Revenues:</b>           |                |                |                |                                      |                |
| Taxes - sales taxes        | \$ 651,730     | \$ 662,786     | \$ 708,532     | \$ 45,746                            | \$ 653,978     |
| Miscellaneous -            |                |                |                |                                      |                |
| Interest                   | 250            | -              | 1,737          | 1,737                                | 1,123          |
| Other                      | 2,000          | 7,575          | 6,782          | (793)                                | 33,085         |
| Total miscellaneous        | <u>2,250</u>   | <u>7,575</u>   | <u>8,519</u>   | <u>944</u>                           | <u>34,208</u>  |
| Total revenues             | <u>653,980</u> | <u>670,361</u> | <u>717,051</u> | <u>46,690</u>                        | <u>688,186</u> |
| <b>Expenditures:</b>       |                |                |                |                                      |                |
| Current -                  |                |                |                |                                      |                |
| General government:        |                |                |                |                                      |                |
| Salaries                   | 47,755         | 47,720         | 46,577         | 1,143                                | 51,225         |
| Payroll taxes              | 4,100          | 3,800          | 3,532          | 268                                  | 4,009          |
| Group insurance            | 5,000          | -              | -              | -                                    | 2,320          |
| Pension                    | 16,300         | 4,100          | 4,423          | (323)                                | 3,677          |
| Legal and professional     | 10,500         | 12,500         | 11,940         | 560                                  | 11,695         |
| Collection expense         | 11,730         | 12,930         | 12,836         | 94                                   | 11,987         |
| Total general government   | <u>95,385</u>  | <u>81,050</u>  | <u>79,308</u>  | <u>1,742</u>                         | <u>84,913</u>  |
| Public works:              |                |                |                |                                      |                |
| Salaries                   | 296,800        | 296,800        | 292,387        | 4,413                                | 276,705        |
| Payroll taxes              | 20,500         | 20,500         | 22,593         | (2,093)                              | 22,433         |
| Group insurance            | 38,000         | 41,116         | 55,117         | (14,001)                             | 42,463         |
| Pension                    | -              | 12,501         | 13,891         | (1,390)                              | 14,263         |
| Workers compensation       | 40,000         | 41,860         | 41,539         | 321                                  | 33,743         |
| Legal and professional     | 3,500          | 735            | 685            | 50                                   | -              |
| Gravel, shell and supplies | 32,500         | 31,462         | 30,264         | 1,198                                | 51,745         |
| Repairs and maintenance    | 30,000         | 19,226         | 18,284         | 942                                  | 49,334         |
| Transportation             | 25,000         | 22,917         | 26,285         | (3,368)                              | 32,912         |
| Telephone and utilities    | 11,000         | 13,738         | 12,122         | 1,616                                | 13,889         |
| Insurance                  | 17,000         | 17,079         | 16,032         | 1,047                                | 15,001         |
| Miscellaneous              | 37,000         | 53,627         | 52,985         | 642                                  | 27,938         |
| Street lighting            | 56,500         | 63,676         | 64,460         | (784)                                | 54,493         |
| Total public works         | <u>607,800</u> | <u>635,237</u> | <u>646,644</u> | <u>(11,407)</u>                      | <u>634,919</u> |

(continued)

TOWN OF CHURCH POINT, LOUISIANA  
Sales Tax Fund

Budgetary Comparison Schedule (Continued)  
For the Year Ended September 30, 2020  
With Comparative Actual Amounts for the Year Ended September 30, 2019

|   | 2020              |                   | Actual            | Variance -<br>Positive<br>(Negative) | 2019<br>Actual    |
|---|-------------------|-------------------|-------------------|--------------------------------------|-------------------|
|   | Budget            |                   |                   |                                      |                   |
|   | Original          | Final             |                   |                                      |                   |
| Capital outlay -                            |                   |                   |                   |                                      |                   |
| Public works:                               |                   |                   |                   |                                      |                   |
| Vehicle                                     | -                 | 86,547            | 86,547            | -                                    | -                 |
| Equipment                                   | -                 | 27,500            | 26,959            | 541                                  | 128,871           |
| Buildings and improvements                  | <u>30,000</u>     | <u>44,679</u>     | <u>43,876</u>     | <u>803</u>                           | <u>67,287</u>     |
| Total capital outlay                        | <u>30,000</u>     | <u>158,726</u>    | <u>157,382</u>    | <u>1,344</u>                         | <u>196,158</u>    |
| Debt service                                |                   |                   |                   |                                      |                   |
| Principal retirement                        | -                 | 43,165            | 43,165            | -                                    | 70,895            |
| Interest and fiscal charges                 | <u>-</u>          | <u>417</u>        | <u>417</u>        | <u>-</u>                             | <u>-</u>          |
| Total debt service                          | <u>-</u>          | <u>43,582</u>     | <u>43,582</u>     | <u>-</u>                             | <u>70,895</u>     |
| Total expenditures                          | <u>733,185</u>    | <u>918,595</u>    | <u>926,916</u>    | <u>(8,321)</u>                       | <u>986,885</u>    |
| Deficiency of revenues<br>over expenditures | <u>(79,205)</u>   | <u>(248,234)</u>  | <u>(209,865)</u>  | <u>38,369</u>                        | <u>(298,699)</u>  |
| Other financing sources:                    |                   |                   |                   |                                      |                   |
| Proceeds from capital lease                 | -                 | 86,547            | 86,547            | -                                    | 83,280            |
| Transfers in                                | <u>-</u>          | <u>-</u>          | <u>-</u>          | <u>-</u>                             | <u>136,288</u>    |
| Total other financing sources               | <u>-</u>          | <u>86,547</u>     | <u>86,547</u>     | <u>-</u>                             | <u>219,568</u>    |
| Net change in fund balance                  | (79,205)          | (161,687)         | (123,318)         | 38,369                               | (79,131)          |
| Fund balance, beginning                     | <u>314,700</u>    | <u>314,700</u>    | <u>314,700</u>    | <u>-</u>                             | <u>393,831</u>    |
| Fund balance, ending                        | <u>\$ 235,495</u> | <u>\$ 153,013</u> | <u>\$ 191,382</u> | <u>\$ 38,369</u>                     | <u>\$ 314,700</u> |

TOWN OF CHURCH POINT, LOUISIANA  
2012 Law Enforcement Sales Tax Fund

Budgetary Comparison Schedule  
For the Year Ended September 30, 2020  
With Comparative Actual Amounts for the Year Ended September 30, 2019

|   | 2020           |                |                | Variance -<br>Positive<br>(Negative) | 2019<br>Actual |
|---|----------------|----------------|----------------|--------------------------------------|----------------|
|   | Budget         |                | Actual         |                                      |                |
|   | Original       | Final          |                |                                      |                |
| <b>Revenues:</b>  |                |                |                |                                      |                |
| Taxes - sales taxes   | \$ 651,730     | \$ 662,786     | \$ 708,323     | \$ 45,537                            | \$ 654,014     |
| Intergovernmental revenue -<br>State of Louisiana -<br>On-behalf payments | 60,000         | 75,685         | 75,685         | -                                    | 61,183         |
| Miscellaneous -<br>Other  | 5,000          | 12,724         | 34,334         | 21,610                               | 36,747         |
| Total revenues  | <u>716,730</u> | <u>751,195</u> | <u>818,342</u> | <u>67,147</u>                        | <u>751,944</u> |
| <b>Expenditures:</b>  |                |                |                |                                      |                |
| <b>Current-</b>   |                |                |                |                                      |                |
| <b>General government:</b>  |                |                |                |                                      |                |
| Collection expense  | <u>11,730</u>  | <u>12,930</u>  | <u>12,633</u>  | <u>297</u>                           | <u>12,030</u>  |
| <b>Public safety - police:</b>  |                |                |                |                                      |                |
| Salaries  | 579,400        | 554,204        | 551,742        | 2,462                                | 529,372        |
| Payroll taxes   | 42,000         | 41,945         | 43,249         | (1,304)                              | 38,824         |
| Group insurance   | 70,000         | 80,152         | 80,689         | (537)                                | 73,198         |
| Pension   | 20,000         | 13,898         | 13,907         | (9)                                  | 23,247         |
| Workers compensation  | 40,000         | 42,212         | 42,187         | 25                                   | 35,776         |
| Transportation  | 32,000         | 40,510         | 40,239         | 271                                  | 54,494         |
| Supplies  | 20,500         | 14,849         | 15,174         | (325)                                | 25,179         |
| Telephone and utilities   | 15,000         | 19,179         | 17,955         | 1,224                                | 17,687         |
| Legal and professional  | 15,000         | 14,399         | 14,319         | 80                                   | 20,578         |
| Insurance   | 42,000         | 73,934         | 67,950         | 5,984                                | 39,562         |
| Repairs and maintenance   | 5,000          | 5,001          | 4,425          | 576                                  | 29,579         |
| Training and seminars   | -              | 2,685          | 24,710         | (22,025)                             | 2,764          |
| Meals for prisoners   | 5,000          | 5,401          | 4,956          | 445                                  | 5,130          |
| Uniforms  | 6,000          | 6,095          | 5,595          | 500                                  | 7,380          |
| Miscellaneous   | 3,250          | 8,099          | 8,982          | (883)                                | 4,257          |
| Total public safety   | <u>895,150</u> | <u>922,563</u> | <u>936,079</u> | <u>(13,516)</u>                      | <u>907,027</u> |

(continued)

TOWN OF CHURCH POINT, LOUISIANA  
2012 Law Enforcement Sales Tax Fund

Budgetary Comparison Schedule (Continued)  
For the Year Ended September 30, 2020  
With Comparative Actual Amounts for the Year Ended September 30, 2019

|   | 2020      |           | Actual    | Variance -<br>Positive<br>(Negative) | 2019<br>Actual |
|---|-----------|-----------|-----------|--------------------------------------|----------------|
|   | Budget    |           |           |                                      |                |
|   | Original  | Final     |           |                                      |                |
| Capital outlay - police vehicle equipment   | -         | 26,264    | 24,659    | 1,605                                | 121,935        |
| Debt service -                              |           |           |           |                                      |                |
| Principal retirement                        | 24,664    | 24,664    | 24,664    | -                                    | 29,961         |
| Interest and fiscal charges                 | 5,297     | 5,797     | 5,661     | 136                                  | -              |
| Total debt service                          | 29,961    | 30,461    | 30,325    | 136                                  | 29,961         |
| Total expenditures                          | 936,841   | 992,218   | 1,003,696 | (11,478)                             | 1,070,953      |
| Deficiency of revenues<br>over expenditures | (220,111) | (241,023) | (185,354) | 55,669                               | (319,009)      |
| Other financing sources:                    |           |           |           |                                      |                |
| Proceeds from capital lease                 | -         | -         | -         | -                                    | 109,020        |
| Transfers from General Fund                 | 200,000   | 210,000   | 210,000   | -                                    | 222,000        |
| Total other financing sources               | 200,000   | 210,000   | 210,000   | -                                    | 331,020        |
| Net change in fund balance                  | (20,111)  | (31,023)  | 24,646    | 55,669                               | 12,011         |
| Fund balance, beginning                     | 34,130    | 34,130    | 34,130    | -                                    | 22,119         |
| Fund balance, ending                        | \$ 14,019 | \$ 3,107  | \$ 58,776 | \$ 55,669                            | \$ 34,130      |

TOWN OF CHURCH POINT, LOUISIANA  
Capital Projects Fund

Schedule of Revenues, Expenditures, and Change in Fund Balance -  
Budget (GAAP Basis) and Actual  
For the Year Ended September 30, 2020  
With Comparative Actual Amounts for the Year Ended September 30, 2019

|                                      | 2020            |                 | Variance -<br>Positive<br>(Negative) | 2019<br>Actual  |
|--------------------------------------|-----------------|-----------------|--------------------------------------|-----------------|
|                                      | Budget          | Actual          |                                      |                 |
| Revenues                             | \$ -            | \$ -            | \$ -                                 | \$ -            |
| Expenditures                         | -               | -               | -                                    | -               |
| Excess of revenues over expenditures | -               | -               | -                                    | -               |
| Other financing sources (uses):      |                 |                 |                                      |                 |
| Transfers in                         | -               | -               | -                                    | 547             |
| Transfers out                        | -               | -               | -                                    | (23,288)        |
| Total other financing sources (uses) | -               | -               | -                                    | (22,741)        |
| Net change in fund balance           | -               | -               | -                                    | (22,741)        |
| Fund balance, beginning              | 1,430           | 1,430           | -                                    | 24,171          |
| Fund balance, ending                 | <u>\$ 1,430</u> | <u>\$ 1,430</u> | <u>\$ -</u>                          | <u>\$ 1,430</u> |

TOWN OF CHURCH POINT, LOUISIANA

Comparative Statement of Net Position  
Enterprise Fund  
September 30, 2020 and 2019

|                                   | Utility Fund        |                     |
|-----------------------------------|---------------------|---------------------|
|                                   | 2020                | 2019                |
| <b>ASSETS</b>                     |                     |                     |
| Current assets:                   |                     |                     |
| Cash                              | \$ 275,449          | \$ 245,548          |
| Interest-bearing deposits         | 401,768             | 327,268             |
| Receivables -                     |                     |                     |
| Accounts                          | 110,637             | 100,883             |
| Unbilled utility receivables      | 44,839              | 45,826              |
| Due from other funds              | 136,120             | 217,265             |
| Due from other governmental units | -                   | 20,808              |
| Inventory                         | 59,928              | 53,237              |
| Prepaid expenses                  | 17,397              | 26,399              |
| Total current assets              | <u>1,046,138</u>    | <u>1,037,234</u>    |
| Noncurrent assets:                |                     |                     |
| Restricted assets -               |                     |                     |
| Cash                              | 108,132             | 91,405              |
| Interest-bearing deposits         | 80,360              | 79,472              |
| Capital assets -                  |                     |                     |
| Land and construction in progress | 219,590             | 305,698             |
| Capital assets, net               | <u>5,319,090</u>    | <u>4,937,504</u>    |
| Total noncurrent assets           | <u>5,727,172</u>    | <u>5,414,079</u>    |
| Total assets                      | <u>6,773,310</u>    | <u>6,451,313</u>    |
| <b>LIABILITIES</b>                |                     |                     |
| Current liabilities:              |                     |                     |
| Accounts payable                  | 29,664              | 38,328              |
| Contracts payable                 | -                   | 10,908              |
| Retainage payable                 | 11,914              | 16,375              |
| Accrued liabilities               | 6,781               | 7,548               |
| Due to other funds                | 83,182              | -                   |
| Payable from restricted assets -  |                     |                     |
| Customers' deposits               | <u>188,492</u>      | <u>170,877</u>      |
| Total current liabilities         | <u>320,033</u>      | <u>244,036</u>      |
| <b>NET POSITION</b>               |                     |                     |
| Net investment in capital assets  | 5,538,680           | 5,243,202           |
| Unrestricted                      | <u>914,597</u>      | <u>964,075</u>      |
| Total net position                | <u>\$ 6,453,277</u> | <u>\$ 6,207,277</u> |

TOWN OF CHURCH POINT, LOUISIANA  
Enterprise Fund  
Utility Fund

Comparative Departmental Analysis of Revenues and Expenses  
Years Ended September 30, 2020 and 2019

|  | Totals              |                     | Water          |                  | Sewer              |                    |
|--|---------------------|---------------------|----------------|------------------|--------------------|--------------------|
|  | 2020                | 2019                | 2020           | 2019             | 2020               | 2019               |
| <b>Operating revenues:</b>                       |                     |                     |                |                  |                    |                    |
| Charges for services                             | \$ 1,083,202        | \$ 1,111,259        | \$ 621,681     | \$ 638,605       | \$ 461,521         | \$ 472,654         |
| Other  | 37,630              | 48,027              | 22,798         | 29,756           | 14,832             | 18,271             |
| Total operating revenues                         | <u>1,120,832</u>    | <u>1,159,286</u>    | <u>644,479</u> | <u>668,361</u>   | <u>476,353</u>     | <u>490,925</u>     |
| <b>Operating expenses:</b>                       |                     |                     |                |                  |                    |                    |
| Salaries   | 307,167             | 311,893             | 162,730        | 178,017          | 144,437            | 133,876            |
| Payroll taxes                                    | 23,669              | 24,876              | 12,615         | 14,172           | 11,054             | 10,704             |
| Group insurance                                  | 39,568              | 42,420              | 13,357         | 15,770           | 26,211             | 26,650             |
| Pension  | 12,096              | 11,694              | 5,571          | 6,272            | 6,525              | 5,422              |
| Utilities and telephone                          | 73,834              | 80,927              | 34,557         | 36,477           | 39,277             | 44,450             |
| Repairs and maintenance                          | 100,059             | 88,517              | 61,368         | 40,261           | 38,691             | 48,256             |
| Auto expense                                     | 8,528               | 17,402              | 7,251          | 14,735           | 1,277              | 2,667              |
| Legal and professional                           | 25,648              | 39,189              | 12,672         | 13,903           | 12,976             | 25,286             |
| Insurance  | 76,382              | 66,932              | 60,677         | 40,924           | 15,705             | 26,008             |
| Operating supplies                               | 25,215              | 30,333              | 7,283          | 18,690           | 17,932             | 11,643             |
| Office supplies and expense                      | 10,753              | 7,966               | 9,298          | 7,173            | 1,455              | 793                |
| Dump and disposal charges                        | 6,301               | 3,990               | -              | -                | 6,301              | 3,990              |
| Inspection and testing                           | 10,439              | 13,859              | 3,601          | 5,313            | 6,838              | 8,546              |
| Engineering fees                                 | 54,035              | 13,608              | 36,714         | -                | 17,321             | 13,608             |
| Chemicals  | 81,752              | 81,892              | 81,752         | 81,892           | -                  | -                  |
| Uniforms   | 4,631               | 2,109               | 3,190          | 837              | 1,441              | 1,272              |
| Depreciation                                     | 297,511             | 268,743             | 125,631        | 115,344          | 171,880            | 153,399            |
| Other  | 7,843               | 6,805               | 5,695          | 4,785            | 2,148              | 2,020              |
| Total operating expenses                         | <u>1,165,431</u>    | <u>1,113,155</u>    | <u>643,962</u> | <u>594,565</u>   | <u>521,469</u>     | <u>518,590</u>     |
| Operating income (loss)                          | <u>(44,599)</u>     | <u>46,131</u>       | <u>\$ 517</u>  | <u>\$ 73,796</u> | <u>\$ (45,116)</u> | <u>\$ (27,665)</u> |
| <b>Non-operating revenues (expenses):</b>        |                     |                     |                |                  |                    |                    |
| Interest income                                  | 5,388               | 9,059               |                |                  |                    |                    |
| Loss on disposal of assets                       | -                   | (2,759)             |                |                  |                    |                    |
| Interest expense                                 | -                   | (11,264)            |                |                  |                    |                    |
| Total non-operating revenues (expenses)          | <u>5,388</u>        | <u>(4,964)</u>      |                |                  |                    |                    |
| Income (loss) before contributions and transfers | (39,211)            | 41,167              |                |                  |                    |                    |
| Capital contributions                            | 285,211             | 193,907             |                |                  |                    |                    |
| Transfers out                                    | -                   | (185,000)           |                |                  |                    |                    |
| Change in net position                           | 246,000             | 50,074              |                |                  |                    |                    |
| Net position, beginning                          | <u>6,207,277</u>    | <u>6,157,203</u>    |                |                  |                    |                    |
| Net position, ending                             | <u>\$ 6,453,277</u> | <u>\$ 6,207,277</u> |                |                  |                    |                    |

TOWN OF CHURCH POINT, LOUISIANA  
LCDBG Sewer System Improvement Project

Schedule of Net Position  
For the Year Ended September 30, 2020

|              |             |
|--------------|-------------|
| Assets       | \$ -        |
| Liabilities  | <u>-</u>    |
| Net Position | <u>\$ -</u> |



TOWN OF CHURCH POINT, LOUISIANA  
LCDBG Sewer System Improvement Project

Schedule of Revenues, Expenses, and Change in Net Position  
For the Year Ended September 30, 2020

|                                 |               |                   |
|---------------------------------|---------------|-------------------|
| Revenues:                       |               |                   |
| LCDBG program                   |               | <u>\$ 279,211</u> |
| Expenses:                       |               |                   |
| Construction                    | 268,341       |                   |
| Rehabilitation                  | <u>10,870</u> |                   |
| Total expenses                  |               | <u>279,211</u>    |
| Change in net position          |               | -                 |
| Net position, beginning of year |               | <u>-</u>          |
| Net position, end of year       |               | <u>\$ -</u>       |

TOWN OF CHURCH POINT, LOUISIANA

Combined Schedule of Certificates of Deposit - All Funds  
September 30, 2020

|                        | Financial<br>Institution | Interest<br>Rate | Certificate<br>Maturity<br>Length of Time | Amount            |
|------------------------|--------------------------|------------------|---|-------------------|
| <b>Sales Tax Fund:</b> |                          |                  |   |                   |
| Certificate of deposit | Home Bank                | 0.25%            | 6 month renewal                           | <u>\$ 163,163</u> |
| <b>Utility Fund:</b>   |                          |                  |   |                   |
| Water -                |                          |                  |   |                   |
| Customers' deposits -  |                          |                  |   |                   |
| Certificate of deposit | Farmers State Bank       | 0.72%            | 12 month renewal                          | 80,360            |
| Certificate of deposit | Farmers State Bank       | 0.41%            | 12 month renewal                          | <u>207,698</u>    |
| Total Water            |                          |                  |   | <u>288,058</u>    |
| Sewerage -             |                          |                  |   |                   |
| Certificate of deposit | Farmers State Bank       | 0.45%            | 6 month renewal                           | <u>123,367</u>    |
| Total Sewer            |                          |                  |   | <u>123,367</u>    |
| Total Utility Fund     |                          |                  |   | <u>411,425</u>    |
| Total - all funds      |                          |                  |   | <u>\$ 574,588</u> |

TOWN OF CHURCH POINT, LOUISIANA

Schedule of Insurance in Force  
(Unaudited)  
September 30, 2020

| Insurer/Agent  | Coverage Provided For   | Risks Covered  | Limits of Coverage (in dollars) | Expiration Date |
|--|---|--|---------------------------------|-----------------|
| CNA Surety / The Erny Insurance Agency               | Public employees collecting money   | Blanket bond   | \$ 5,000                        | 08/15/2021      |
|  | Public employees position bond  |  | 182,000                         | 07/29/2021      |
| Western Surety Company / The Erny Insurance Agency   | Town Clerk and Tax Collector  | Blanket bond   | 10,000                          | 06/05/2021      |
| Louisiana Workers' Compensation                      | Municipal employees   | Workers compensation                                   | 500,000                         | 09/01/2021      |
| Risk Management Inc.                                 | Municipal employees   | Automobile liability                                   | 500,000                         | 05/01/2021      |
|  |   | General liability                                      | 500,000                         | 05/01/2021      |
|  |   | Law Enforcement Officer                                | 500,000                         | 05/01/2021      |
|  |   | Errors and omissions                                   | 500,000                         | 05/01/2021      |
| EMC / Dupre, Carrier, Godchaux                       | Town Hall, police station, water buildings, reservoirs and tower, fire station buildings, and sewer buildings | Blanket coverage - property damage<br>90% Co-insurance | 9,407,691                       | 06/20/2021      |
| Essex Insurance Co. / Rod Prejean & Associates, Inc. | Automobiles   | Physical damage  | 1,500,000                       | 05/01/2021      |
|  | Tractors  | Inland Marine  | 99,836                          | 04/09/2021      |
| Gagliardi Insurance Company                          | Baseball/softball program insurance   | General liability                                      | 2,000,000                       | 03/13/2021      |
|  |   | Automobile liability                                   | 1,000,000                       | 03/13/2021      |
|  |   | Accidental medical                                     | 100,000                         | 03/13/2021      |
|  | Parks and Recreation  | General liability                                      | 5,000,000                       | 08/23/2021      |
|  |   | Accidental medical                                     | 100,000                         | 08/23/2021      |

**INTERNAL CONTROL, COMPLIANCE**

**AND**

**OTHER MATTERS**

# KOLDER, SLAVEN & COMPANY, LLC

CERTIFIED PUBLIC ACCOUNTANTS

C. Burton Kolder, CPA\*  
Brad E. Kolder, CPA, JD\*  
Gerald A. Thibodeaux, Jr., CPA\*  
Robert S. Carter, CPA\*  
Arthur R. Mixon, CPA\*  
Stephen J. Anderson, CPA\*  
Christine C. Doucet, CPA  
Wanda F. Arcement, CPA  
Bryan K. Joubert, CPA  
Matthew E. Margaglio, CPA  
Casey L. Ardoin, CPA, CFE

183 S. Beadle Rd. 11929 Bricksome Ave.  
Lafayette, LA 70508 Baton Rouge, LA 70816  
Phone (337) 232-4141 Phone (225) 293-8300

1428 Metro Dr. 450 E. Main St.  
Alexandria, LA 71301 New Iberia, LA 70560  
Phone (318) 442-4421 Phone (337) 367-9204

200 S. Main St. 1201 David Dr.  
Abbeville, LA 70510 Morgan City, LA 70380  
Phone (337) 893-7944 Phone (985) 384-2020

434 E. Main St. 332 W. Sixth Ave.  
Ville Platte, LA 70586 Oberlin, LA 70655  
Phone (337) 363-2792 Phone (337) 639-4737

WWW.KCSRCPAS.COM

Victor R. Slaven, CPA\* - retired 2020

\* A Professional Accounting Corporation

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

The Honorable Ryan Meche, Mayor  
and Members of the Board of Aldermen  
Town of Church Point, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Church Point, Louisiana (the Town) as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements and have issued our report thereon dated February 19, 2021.

### Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan as item 2020-001 that we consider to be a material weakness.

## **Compliance and Other Matters**

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

## **The Town of Church Point, Louisiana's Response to Findings**

The Town's response to the findings identified in our audit is described in the accompanying summary schedule of current and prior year audit findings and management's corrective action plan. The Town's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

## **Purpose of this Report**

This report is intended 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. Under Louisiana Revised Statute 24:513, this report is distributed by the Louisiana Legislative Auditor as a public document.

***Kolder, Slaven & Company, LLC***  
Certified Public Accountants

Lafayette, Louisiana  
February 19, 2021

TOWN OF CHURCH POINT, LOUISIANA

Summary Schedule of Current and Prior Year Findings  
and Management's Corrective Action Plan

Part I. Current Year Findings and Management's Corrective Action Plan

A. Internal Control Findings –

**2020-001** Inadequate Segregation of Accounting Functions

Fiscal year finding initially occurred: Unknown

CONDITION: The Town did not have adequate segregation of functions within the accounting system.

CRITERIA: The Town should have a control policy according to which no person should be given responsibility for more than one related function.

CAUSE: Due to the size of the Town, there are a small number of available employees.

EFFECT: The Town has employees that are performing more than one related function.

RECOMMENDATION: The Town should establish and monitor mitigating controls over functions that are not completely segregated.

MANAGEMENT'S CORRECTION ACTION PLAN: Due to the size of the operations and the cost-benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.

Part II. Prior Year Findings

A. Internal Control Findings -

**2019-001** Inadequate Segregation of Accounting Functions

Fiscal year finding initially occurred: Unknown

CONDITION: The Town did not have adequate segregation of functions within the accounting system.

RECOMMENDATION: The Town should establish and monitor mitigating controls over functions that are not completely segregated.

CURRENT STATUS: Unresolved. See finding 2020-001.