

VILLAGE OF RODESSA, LOUISIANA

FINANCIAL STATEMENTS

December 31, 2020

Marsha O. Millican
A Professional Accounting Corporation
Shreveport, Louisiana

VILLAGE OF RODESSA, LOUISIANA

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Marsha O. Millican

A PROFESSIONAL ACCOUNTING CORPORATION

The Honorable Paul Lockard, Mayor
and Members of the Board of Aldermen
Village of Rodessa, Louisiana
Rodessa, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities and each major fund information of Village of Rodessa as of and for the year ended December 31, 2020, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee for the American Institute of Certified Public Accountants. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The accompanying schedule of compensation, benefits, and other payments to agency head and the schedule of compensation paid to the mayor and board of aldermen, and justice system funding schedule - collecting/dispersing schedule are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information is the representation of management. The information was subject to my compilation engagement, but I have not audited or reviewed the supplementary information, and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedule on page 18 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. I have not audited or reviewed the information, and, accordingly do not express an opinion, a conclusion, nor provide any assurance on such information.

Management 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. The management's discussion and analysis, 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.

Marsha O. Millican

Certified Public Accountant
December 4, 2021

VILLAGE OF RODESSA, LOUISIANA
STATEMENT OF NET POSITION
December 31, 2020

ASSETS	Governmental Activities	Business-Type Activities	Total
Current Assets			
Cash	\$ 2,111	\$ 3,148	\$ 5,259
Accounts receivable	8,479	4,927	13,406
Total Current Assets	<u>10,590</u>	<u>8,075</u>	<u>18,665</u>
Noncurrent Assets			
Due from other funds	4,241	-	4,241
Restricted cash	-	11,305	11,305
Capital assets, net	224,779	1,483,346	1,708,125
Total Noncurrent Assets	<u>229,020</u>	<u>1,494,651</u>	<u>1,723,671</u>
Total Assets	<u>239,610</u>	<u>1,502,726</u>	<u>1,742,336</u>
Deferred outflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
 LIABILITIES AND NET POSITION			
LIABILITIES			
Current Liabilities			
Accounts payable and accruals	4,030	803	4,833
Current portion of long term debt	-	-	-
Due to other funds	-	4,241	4,241
Total current liabilities	<u>4,030</u>	<u>5,044</u>	<u>9,074</u>
Noncurrent Liabilities			
Long-term debt, net of current portion	-	-	-
Customer deposits	-	11,305	11,305
Total Noncurrent liabilities	<u>-</u>	<u>11,305</u>	<u>11,305</u>
Total liabilities	<u>4,030</u>	<u>16,349</u>	<u>20,379</u>
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>
 NET POSITION			
Investment in capital assets, Net of related debt	224,779	1,483,346	1,708,125
Unrestricted	10,801	3,031	13,832
Total Net Position	<u>\$ 235,580</u>	<u>\$ 1,486,377</u>	<u>\$ 1,721,957</u>

See accountant's compilation report.

VILLAGE OF RODESSA, LOUISIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Expenses</u>	<u>Charges for Services</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Primary Government						
Governmental Activities						
General Government	\$ 56,434	\$ -	\$ -	\$ (56,434)	\$ -	\$ (56,434)
Public Safety	19,381	20,038	-	657	-	2,604
Interest	-	-	-	-	-	-
Capital grants	-	-	-	-	-	-
Depreciation	17,843	-	-	(17,843)	-	(17,843)
Total Governmental Activities	<u>93,658</u>	<u>20,038</u>	<u>-</u>	<u>(73,620)</u>	<u>-</u>	<u>(73,620)</u>
Business-Type Activities						
Utility Fund	119,045	61,952	1,215	-	(55,878)	(55,878)
Total Business-Type Activities	<u>119,045</u>	<u>61,952</u>	<u>1,215</u>	<u>-</u>	<u>(55,878)</u>	<u>(55,878)</u>
Total Primary Government	<u>\$ 212,703</u>	<u>\$ 81,990</u>	<u>\$ 1,215</u>	(73,620)	(55,878) -	(129,498)
General Revenues						
Taxes				20,965	-	20,965
Licenses				21,389	-	21,389
Intergovernmental				-	-	-
Donations				-	-	-
Miscellaneous				9,464	57	9,521
Total General Revenues and Transfers				<u>51,818</u>	<u>57</u>	<u>51,875</u>
Change in Net Position				(21,802)	(55,821)	(77,623)
Net Position, Beginning of Year				<u>257,382</u>	<u>1,542,198</u>	<u>1,799,580</u>
Net Position, End of Year				<u>\$ 235,580</u>	<u>\$ 1,486,377</u>	<u>\$ 1,721,957</u>

See accountant's compilation report.

VILLAGE OF RODESSA, LOUISIANA
BALANCE SHEET
GENERAL FUND
December 31, 2020

ASSETS	
Cash	\$ 2,111
Taxes receivable	8,479
Due from other funds	4,241
Other receivables	<u>-</u>
Total Assets	<u>\$14,831</u>
LIABILITIES AND FUND BALANCE	
Liabilities	
Accounts payable and accruals	<u>\$ 4,030</u>
Fund Balance	
Unassigned	<u>10,801</u>
Total Fund Balance	<u>10,801</u>
Total Liabilities and Fund Balances	<u>\$14,831</u>

See accountant's compilation report.

VILLAGE OF RODESSA, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2020

Total Fund Balance for Governmental Funds	\$ 10,801
Total Net Position 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.	224,779
Certain liabilities, such as debt, are not due and payable in the current period and therefore are not reported in the funds	<u>-</u>
Total Net Position of Governmental Activities	<u>\$ 235,580</u>

See accountant's compilation report.

VILLAGE OF RODESSA, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

Revenues:	
Occupational Licenses	\$ 9,897
Advalorem Taxes	5,006
Franchise Taxes	11,492
Police Fines	20,038
Sales Taxes	15,959
Other Income	9,464
	71,856
Expenditures:	
General Government	56,434
Public Safety	19,381
Debt Service:	
Principal	-
Interest	-
	75,815
Total Expenditures	75,815
Net changes in fund balance	(3,959)
Fund Balance, Beginning of Year	14,760
Fund Balances, End of Year	\$ 10,801

See accountant's compilation report.

VILLAGE OF RODESSA, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020

Net changes in Fund Balances - Total Government Funds	\$ (3,959)
The change in Net Position reported for governmental activities in the statement of activities is different because:	
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation(\$17,843) exceeds capital outlay (\$-0-) in the current period.	(17,843)
Payments on debt are recorded as expenditures in the funds, but are reported in the statement of net position as a reduction of liabilities	<u>-</u>
Changes in Net Position of Governmental Activities	<u><u>\$ (21,802)</u></u>

See accountant's compilation report.

VILLAGE OF RODESSA, LOUISIANA
STATEMENT OF NET POSITION
PROPRIETARY FUND
December 31, 2020

Assets	
Current Assets	
Cash	\$ 3,148
Accounts receivable	4,927
Due from other funds	-
Total Current Assets	8,075
Noncurrent Assets	
Restricted cash	11,305
Capital Assets, Net	1,483,346
Total Noncurrent Assets	1,494,651
Total Assets	1,502,726
Deferred Outflows of Resources	
	-
Liabilities and Net Position	
Liabilities	
Accounts payable and accruals	\$ 803
Notes payable - due within one year	-
Due to other funds	4,241
Total Current Liabilities	5,044
Noncurrent Liabilities	
Notes payable - long term	-
Customer deposits	11,305
Total Noncurrent Liabilities	11,305
Total Liabilities	16,349
Deferred Inflows of Resources	
	-
Net Position	
Investments in capital assets, Net of related debt	1,483,346
Unrestricted	3,031
Total Net Position	\$ 1,486,377

See accountant's compilation report.

VILLAGE OF RODESSA, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

OPERATING REVENUES	
Charges for Services	\$ 61,952
Miscellaneous	-
Total Operating Revenues	<u>61,952</u>
OPERATING EXPENSES	
Personal Services	12,725
Utilities	7,731
Repair and maintenance	20,956
Other supplies and expenses	23,731
Depreciation	53,902
Total Operating Expenses	<u>119,045</u>
Change in Net Position before other financing sources	(57,093)
OTHER FINANCING SOURCES:	
Grants	1,215
Interest	<u>57</u>
Change in Net Position	(55,821)
Net Position, Beginning of Year	<u>1,542,198</u>
Net Position, End of Year	<u><u>\$ 1,486,377</u></u>

See accountant's compilation report.

VILLAGE OF RODESSA, LOUISIANA
STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE
YEAR ENDED DECEMBER 31, 2020

Cash flows from operating activities:	
Cash received from customers	\$ 62,295
Cash payments to suppliers and employees	<u>(63,854)</u>
Net cash provided by operating activities	<u>(1,559)</u>
Cash flows from investing activities:	
Proceeds from sale of equipment	-
Book value of equipment sold	-
Purchase of fixed assets	<u>-</u>
Net cash used by investing activities	<u>-</u>
Cash flows from financing activities:	
Grant Revenue	1,215
Interest	<u>57</u>
Net cash provided by financing activities	<u>1,272</u>
Increase (Decrease) in cash	(287)
Cash, January 1, 2020 (including \$10,819 in restricted accounts)	<u>14,740</u>
Cash, December 31, 2020 (including \$11,305 in restricted accounts)	<u>\$ 14,453</u>
Reconciliation of changes in net position to net cash provided by operating activities:	
Changes in net assets before other financing sources	(57,093)
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	53,902
Changes in assets and liabilities	
Decrease in accounts receivable	343
Increase in accounts payable	803
Decrease in due to other funds	-
Increase in customer deposits	<u>486</u>
	<u>\$ (1,559)</u>

See accountant's compilation report.

VILLAGE OF RODESSA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

The Village of Rodessa, Louisiana was incorporated under the provisions of the Lawrason Act. The Village operates under a Mayor-Aldermen form of government. The Village's major operations includes general administrative services, public safety and utilities.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Accounting

The accompanying financial statements of Village of Rodessa have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, issued in June, 1999.

B. Reporting Entity

GASB Statement 14 established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, Village of Rodessa is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the Village may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bond debt.

C. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position page 2, and the Statement of Activities, page 3) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of the interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from the business-type activities, which rely, to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

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

Separate financial statements are provided for governmental funds and proprietary funds.

VILLAGE OF RODESSA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

Ad valorem taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue in the current fiscal period. Only the portion of special assessment receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. Sales and use tax revenues are recorded in the month collected by the tax collector. All other revenue items are considered to be measurable and available only when the cash is received by the government.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Purchases of various operating supplies are regarded as expenditures at the time purchased.

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of capital assets, debt extinguishment, long-term proceeds, et cetera) are accounted for as other financing sources/(uses). These other financing sources/(uses) are recognized at the time the underlying events occur.

Village of Rodessa reports the following governmental and proprietary funds:

Governmental Funds

Governmental funds account for all or most of Village of Rodessa's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of capital assets, and the servicing of general long-term obligations.

General Fund - is the general operating fund of the Village. It is used to account for all financial resources except those required to be accounted for in another fund. General tax revenues and other sources of revenue used to finance the fundamental operations of the Village are included in this fund. The fund is charged with all cost of operating the government for which a separate fund has not been established.

VILLAGE OF RODESSA , LOUISIANA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Proprietary Funds

Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Proprietary funds differ from governmental funds in that their focus is on income measurement, which, together with the maintenance of equity, is an important financial indicator. Village of Rodessa applies all GASB pronouncements as well the Financial Accounting Standards Board pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

Enterprise Fund - is used to account for operations a) that are financed/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 the periodic determination of revenue earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

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

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

Amounts reported as program revenues include a) charges to customers or applicants for goods, services, or privileges provided, b) operating grants and contributions, and c) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

Formal budgetary accounting is employed as a management control. Village of Rodessa prepares and adopts a budget each year for its general and utility funds in accordance with Louisiana Revised Statutes. The operating budget is prepared based on prior year's revenues and expenditures and the estimated increase therein for the current year, using the full accrual basis of accounting. The Village amends its budget when projected revenues are expected to be less than budgeted revenues by five percent or more. All budget appropriations lapse at year end.

VILLAGE OF RODESSA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Cash and Cash Equivalents

For the purpose of the Statement of Cash Flows and consistent with GASB Statement 9, the Village defines cash and cash equivalents as follows:

Cash - includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

Cash equivalents - includes all short-term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments which, at the day of purchase, have a maturity date no longer than three months qualify under this definition.

G. Receivables

All receivables are reported at their gross value and, where applicable, are reduced by the estimated portion that is expected to be uncollectible.

H. Bad Debts

Uncollectible accounts receivable are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the collectability of the particular receivable. At December 31, 2020, \$-0- of Governmental and Business-Type Activities receivables were considered to be uncollectible.

I. Capital Assets

The accounting and reporting treatment applied to the capital assets associated with a fund are determined by its measurement focus. Capital assets are long-lived assets that have been purchased that have a useful life of greater than one year. When purchased or acquired, these assets are recorded as capital assets in the Government-Wide Statement of Net Position. In contrast, in the Fund Financial Statements, capital assets are recorded as expenditures of the fund that provided the resources to acquire the asset. If the asset was purchased, it is recorded in the books at its cost. If the asset was donated, then it is recorded at its estimated fair market value at the date of donation.

Depreciation is computed using the straight line method over the estimated useful life of the assets, generally 10 to 40 years for buildings and other improvements, and 5 to 10 years for moveable property. Expenditures for maintenance, repairs and minor renewals are charged to earnings as incurred. Major expenditures for renewals and betterments are capitalized.

J. Sales Taxes

The Village collects a one (1) percent sales and use tax with the net proceeds, after deducting costs of collection and administration, dedicated to construction, acquiring, extending, improving and/or maintaining drainage facilities, streets, street lighting facilities, bridges, sidewalks, waterworks, sewers and sewer disposal works, recreational facilities, public parks, public buildings and equipment, payment of salaries of municipal employees, maintaining and operating the municipal police department including the purchase of equipment thereof, or for any one or more of said purposes, title to which improvements shall be in the public.

VILLAGE OF RODESSA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Compensated Absences

Leave cannot be accumulated or carried over from one year to the next. Therefore, no liability for compensated absences has been recorded in the accompanying financial statements.

L. 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 the assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3 DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

A. Deposits with Financial Institutions

For reporting purposes, deposits with financial institutions includes savings, demand deposits, time deposits, and certificates of deposit. Under state law the Village may deposit funds within a fiscal agent bank selected and designated by the Village Council. Further, the fund may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and share accounts and share certificate accounts of federally or state chartered credit unions.

Deposits in bank accounts are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These pledged securities are held in the name of the pledging fiscal agent in a holding or custodial bank that is mutually acceptable to both parties. The carrying amount of the Village's deposits at December 31, 2020 was \$16,564, including petty cash of \$ 100 was as follows:

Cash in Banks	\$	16,564
Investments		-
		<hr/>
Total	\$	<u><u>16,564</u></u>

Bank balances at December 31, 2020 totaled \$19,166 and were secured as follows:

Secured by FDIC Insurance	\$	19,166
Collateralized by securities pledged in the Village's name		-
		<hr/>
Total	\$	<u><u>19,166</u></u>

VILLAGE OF RODESSA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 4 ACCOUNTS RECEIVABLE

The following is a summary of accounts receivable at December 31, 2020:

	Governmental Activities	Business-Type Activities	Total
Taxes	\$ 8,479	\$ -	\$ 8,479
Other	-	-	-
Charges for services	-	4,927	4,927
Total.	\$ 8,479	\$ 4,927	\$ 13,406

NOTE 5 CAPITAL ASSETS

A summary of Village of Rodessa's capital assets at December 31, 2020 follows:

	Balance 1/1/2020	Additions	Retirements	Balance 12/31/2020
Government Activities				
Capital Assets, not being depreciated				
Land	\$ 4,660	\$ -	\$ -	\$ 4,660
Total Capital Assets, not being depreciated	4,660	-	-	4,660
Capital Assets, being depreciated				
Buildings and other improvements	575,610	-	-	575,610
Less accumulated depreciation	(353,051)	(15,052)	-	(368,103)
Total Buildings and other improvements	222,559	(15,052)	-	207,507
Equipment and other assets	62,857	-	-	62,857
Less accumulated depreciation	(47,454)	(2,791)	-	(50,245)
Total Equipment , Furniture & Fixtures	15,403	(2,791)	-	12,612
Total Capital Assets, being depreciated	237,962	(17,843)	-	220,119
Governmental Activities				
Total Capital Assets, net	\$ 242,622	\$ (17,843)	\$ -	\$ 224,779
Business-Type Activities				
Capital Assets, not being depreciated				
Land	\$ -	\$ -	\$ -	\$ -
Total Capital Assets, not being depreciated	-	-	-	-
Capital Assets, being depreciated				
Distribution System	2,757,936	-	-	2,757,936
Less accumulated depreciation	(1,239,729)	(52,759)	-	(1,292,488)
Total Distribution System	1,518,207	(52,759)	-	1,465,448
Equipment, furniture & fixtures	36,151	-	-	36,151
Less accumulated depreciation	(17,110)	(1,143)	-	(18,253)
Total Equipment , Furniture & Fixtures	19,041	(1,143)	-	17,898
Total Capital Assets, being depreciated	1,537,248	(53,902)	-	1,483,346
Business-Type Activities				
Total Capital Assets, net	\$ 1,537,248	\$ (53,902)	\$ -	\$ 1,483,346
Primary Government				
Total Capital Assets, net	\$ 1,779,870	\$ (71,745)	\$ -	\$ 1,708,125

VILLAGE OF RODESSA, LOUISIANA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 6 ACCOUNTS PAYABLE AND ACCRUALS

The following is a summary of accounts payable at December 31, 2020:

	Governmental Activities	Business-Type Activities	Total
Vendor	\$ 4,030	\$ 803	\$ 4,833
Payroll taxes	-	-	-
Construction	-	-	-
Total	<u>\$ 4,030</u>	<u>\$ 803</u>	<u>\$ 4,833</u>

NOTE 7 LEASES

Village of Rodessa was not obligated under any operating lease commitments at December 31, 2020.

NOTE 8 RISK MANAGEMENT

Village of Rodessa is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Village maintains commercial insurance coverage covering each of these risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Village.

VILLAGE OF RODESSA, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
GENERAL FUND
BUDGET (GAAP) BASIS AND ACTUAL

FOR THE YEAR ENDEDED DECEMBER 31, 2020

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance</u>
Revenues				
Taxes, Licenses, and Permits	39,185	\$ 43,217	\$ 42,354	\$ (863)
Police Fines	21,500	21,500	20,038	(1,462)
Miscellaneous	9,242	9,242	9,464	222
Total Revenues	<u>69,927</u>	<u>73,959</u>	<u>71,856</u>	<u>(2,103)</u>
Expenditures				
General Government	53,796	56,075	56,434	(359)
Public Safety	15,734	17,820	19,381	(1,561)
Total Expenditures	<u>69,530</u>	<u>73,895</u>	<u>75,815</u>	<u>(1,920)</u>
Net Changes in Fund Balances				
before Other Sources	397	64	(3,959)	(4,023)
Other Sources				
Transfers (to) from Other Funds	-	-	-	-
Total Other Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes in Fund Balances	397	64	(3,959)	(4,023)
Fund Balances, Beginning of Year	<u>14,760</u>	<u>14,760</u>	<u>14,760</u>	<u>-</u>
Fund Balances, End of year	<u>\$ 15,157</u>	<u>\$ 14,824</u>	<u>\$ 10,801</u>	<u>\$ (4,023)</u>

VILLAGE OF RODESSA, LOUISIANA

JUSTICE SYSTEM FUNDING SCHEDULE - COLLECTING/ DISBURSING ENTITY
AS REQUIRED BY ACT 87 OF THE 2020 REGULAR LEGISLATIVE SESSION
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>First Six Month Period Ended June 30, 2020</u>	<u>Second Six Month Period December 31, 2020</u>
Cash Presentation		
Beginning Balance of Amounts Collected	\$ -	\$ 1,097
Add: Collections		
Criminal Court Costs/Fees	<u>12,631</u>	<u>7,407</u>
Subtotal Collections	<u>12,631</u>	<u>7,407</u>
Less: Disbursements to Governments & Nonprofits		
Disbursements to Governments & Nonprofits	<u>-</u>	<u>-</u>
Total Disbursements to Governments & Nonprofits	-	-
Less: Amounts Retained by Collecting Agency	11,534	6,557
Less: Disbursements to Individuals/3rd Party Collection or Processing Agencies		
Payments to 3rd Party Collection/Processing Agencies	<u>-</u>	<u>-</u>
Subtotal Disbursements/Retainage	<u>11,534</u>	<u>6,557</u>
Total Ending Balances Collect but not Disbursed (Cash on Hand)	<u>\$ 1,097</u>	<u>\$ 1,947</u>

VILLAGE OF RODESSA, LOUISIANA
SCHEDULE OF COMPENSATION PAID TO
MAYOR AND ALDERMEN

For the Year Ended December 31, 2020

Paul Lockard, Mayor	\$ 1,200
Henry House	480
Eddie Durmon	-
Dan Harville	-
	<hr/>
Total	<u>\$ 1,680</u>

VILLAGE OF RODESSA, LOUISIANA
SCHEDULE OF COMPENSATION, REIMBURSEMENTS, BENEFITS, AND OTHER
PAYMENTS TO AGENCY HEAD
FOR THE YEAR ENDED DECEMBER 31, 2020

Agency Head: Honorable Paul Lockard, Mayor

Salary	<u>\$ 1,200</u>
Payroll Taxes	<u>\$ 92</u>
Reimbursements	<u>\$ 28</u>
Conferences	<u>\$ -</u>

VILLAGE OF RODESSA, LOUISIANA
SCHEDULE OF FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2020

Finding #2020-1: The segregation of duties is inadequate.

Criteria: Effective internal control requires the segregation of duties.

Condition: The segregation of duties is inadequate to provide effective internal control. This is a repeat finding.

Cause: The condition is due to space and economic limitations.

Effect: Unknown.

Recommendation: Whether or not it would be cost effective to correct a condition is not a factor in reporting requirements under accounting standards generally accepted in the United States of America. Because prudent management requires that the potential benefit from an internal control must exceed its cost, it may not be practical to correct all conditions reported under accounting standards generally accepted in the United States of America. In this case, both management and the independent accountant do not believe that correcting the condition described above is cost effective or practical, and accordingly, do not believe that any corrective action is necessary.

Management's Response and Corrective Action Plan: We agree with the finding. We will make every effort to segregate duties as allowed by space and economic limitations.

Finding #2020-2: The Village is not in compliance with R.S. 33:441.

Criteria: R.S. 33:441 requires mandatory costs that must be paid by all Mayor's courts.

Condition: The Village did not pay the mandatory costs required by R.S. 33:441.

Cause: The Cause is due to a misunderstanding of the requirements of R.S. 33:441 by Village management.

Effect: The Village is not in compliance with R.S. 33:441.

Recommendation: I recommend the Village comply with R.S. 33:441.

Management's Response and Corrective Action Plan: We agree with the finding. We will comply with R.S. in the future.

VILLAGE OF RODESSA, LOUISIANA
CORRECTIVE ACTION TAKEN ON PRIOR YEAR FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2020

Finding #2019-1: The segregation of duties is inadequate to provide effective internal control.

Status: Unresolved.