

**Town of Sibley
Sibley, Louisiana**

Financial Statement with Auditors' Report

As of and For the Year Ended June 30, 2025

Town of Sibley
Sibley, Louisiana

Table of Contents

	<u>Page</u>
Independent Auditors' Report	1 – 3
Required Supplementary Information: Management's Discussion and Analysis	4 – 10
Basic Financial Statements:	
<i>Government-wide Financial Statements:</i>	
Statement of Net Position	11
Statement of Activities	12
<i>Fund Financial Statements:</i>	
Balance Sheet – Governmental Funds	13
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	14
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	15
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	16
Balance Sheet – Proprietary Funds	17
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	18
Statement of Cash Flows – Proprietary Funds	19
Notes to the Financial Statements	20 – 37
Required Supplementary Information:	
<i>Budgetary Comparison Schedules:</i>	
General Fund	38
Sales Tax Fund	39
Fire Department Fund	40

(Continued)

Town of Sibley
Sibley, Louisiana

Table of Contents
(Continued)

	<u>Page</u>
Other Supplementary Information:	
Justice System Funding Schedule – Collecting/Disbursing Schedule	41 – 42
Schedule of Compensation Paid to Mayor and Town Council For the Year Ended June 30, 2025	43
Schedule of Compensation, Benefits and Other Payments to Agency Head For the Year Ended June 30, 2025	44
Schedule of Expenditures of Federal Awards	45
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	46 – 47
Report on Compliance for Each Major Program and on Internal Control over Compliance Required by Uniform Guidance	48 – 50
Summary Schedule of Prior Audit Findings	51
Schedule of Findings and Questioned Costs	51
Schedules For Louisiana Legislative Auditor	
Summary Schedule of Prior Year Audit Findings	52
Summary Schedule For Current Year Audit Findings	52

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Independent Auditors' Report

The Honorable Robert Smart, Mayor
and Members of the Town Council
Town of Sibley
Sibley, Louisiana

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, and each major fund of the Town of Sibley, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town of Sibley's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Town of Sibley, as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Town of Sibley and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Town of Sibley's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Town of Sibley's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Town of Sibley's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 4 – 10 and 38 – 40 be presented to supplement the basic financial statements. Such information is the responsibility of management, and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

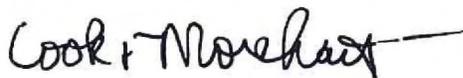
Our audit was conducted for the purpose of forming opinions on the financial statements as a whole. As disclosed in Note 1 to the financial statements, the Town of Sibley prepares its financial statements in accordance with accounting principles generally accepted in the United States of America. The other

supplementary information schedule, Justice System Funding Schedule, shown on pages 41 – 42, is presented for the purposes of additional analysis and is not a required part of the basic financial statements. This schedule is presented to satisfy the requirements of Act 87 of the 2020 Regular Legislative Session (R.S. 24:515.2) and must be presented on the cash basis of accounting which differs significantly from those principles used to present financial statements in accordance with accounting principles generally accepted in the United States of America. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the Justice System Funding Schedule, shown on pages 41 – 42, is fairly stated in all material respects, in relation to the financial statements as a whole.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Sibley's basic financial statements. The other supplementary information listed in the table of contents and shown on pages 43 – 44 are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, shown on page 45, is presented for purposes of additional analysis and is also not a required part of the basic financial statements. The information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2025, on our consideration of the Town of Sibley, 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town of Sibley's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town of Sibley's internal control over financial reporting and compliance.



Cook & Morehart
Certified Public Accountants
December 18, 2025

TOWN OF SIBLEY

MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of the Town of Sibley's financial performance provides an overview of the Town of Sibley's financial activities for the fiscal year ended June 30, 2025. Please read it in conjunction with the Town's financial statements, which begin on page 11.

FINANCIAL HIGHLIGHTS

- The Town of Sibley's net position of our governmental activities increased by \$400,334 or 29.3%. The Town of Sibley's net position of our business-type activities increased by \$3,571,136 or 115.9%.
- In the Town's governmental activities, total general and program revenues were \$1,366,651 in 2025 compared to \$839,669 in 2024. Total expenses, excluding depreciation, totaled \$859,088 for the year ended June 30, 2025.
- In the Town's business-type activities, revenues and transfers in increased by \$3,178,954, while expenses increased by \$57,605. The increase in revenue is mainly due to an increase in capital grants.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 11 and 12) provide information about the activities of the Town of Sibley as a whole and present a longer-term view of the Town's finances. Fund financial statements start on page 13. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Town of Sibley's operations in more detail than the government-wide statements by providing information about the Town of Sibley's most significant funds.

Reporting the Town of Sibley as a Whole

Our analysis of the Town of Sibley as a whole begins on page 11. One of the most important questions asked about the Town of Sibley's finances is "Is the Town of Sibley as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the funds maintained by the Town of Sibley as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Town of Sibley's *net position* and changes in them. You can think of the Town of Sibley's net position – the difference between assets and liabilities – as one way to measure the Town of Sibley's financial health, or *financial position*. Over time, *increases* or *decreases* in the Town of Sibley's net position is one indicator of whether its *financial health* is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the Town's property tax base, to assess the overall health of the Town.

In the Statement of Net Position and the Statement of Activities, we divide the Town into two kinds of activities:

Governmental activities – Most of the Town's basic services are reported here, including the police, fire, public works, and general administration. Property taxes, franchise fees, sales taxes, and police department fines, and various other revenues finance most of these activities.

Business-type activities – The Town charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Town's water and sewer system are reported here.

Reporting the Town's Most Significant Funds

Our analysis of the major funds maintained by the Town of Sibley begins on page 13. The fund financial statements begin on page 13 and provide detailed information about the most significant funds maintained by the Town of Sibley – not the Town of Sibley as a whole. The Town of Sibley's two kinds of funds – *governmental* and *proprietary* – use different accounting approaches.

Governmental funds – Most of the Town of Sibley's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the Town of Sibley's general government operations and the expenses paid from those funds. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance certain Town of Sibley expenses. We describe the relationship (or differences) between governmental *activities* (reported in the Statement of Net Position and the Statement of Activities) and governmental *funds* in a reconciliation following the fund financial statements.

Proprietary funds – When the Town charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the Town's enterprise funds (a component of proprietary funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds.

THE TOWN OF SIBLEY AS A WHOLE

The Town of Sibley's combined net position changed from a year ago, increasing from \$4,447,545 to \$8,419,015. A comparative analysis of the funds maintained by the Town of Sibley is presented below.

Table 1
Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	\$ 1,039,858	\$ 1,150,546	\$ 800,193	\$ 305,472	\$ 1,840,051	\$ 1,456,018
Capital assets	1,122,011	1,169,764	6,401,998	3,026,503	7,524,009	4,196,267
Total assets	<u>2,161,869</u>	<u>2,320,310</u>	<u>7,202,191</u>	<u>3,331,975</u>	<u>9,364,060</u>	<u>5,652,285</u>
Current liabilities	23,258	467,927	407,838	83,758	431,096	551,685
Long-term liabilities	372,949	487,055	141,000	166,000	513,949	653,055
Total liabilities	<u>396,207</u>	<u>954,982</u>	<u>548,838</u>	<u>249,758</u>	<u>945,045</u>	<u>1,204,740</u>
Net position:						
Net investment in capital assets	749,062	682,709	5,922,560	2,860,503	6,671,622	3,543,212
Restricted	674,022	582,010	37,547	42,595	711,569	624,605
Unrestricted	342,578	100,609	693,246	179,119	1,035,824	279,728
Total net position	<u>\$ 1,765,662</u>	<u>\$ 1,365,328</u>	<u>\$ 6,653,353</u>	<u>\$ 3,082,217</u>	<u>\$ 8,419,015</u>	<u>\$ 4,447,545</u>

Net position of the Town of Sibley's governmental activities increased by \$400,334 or 29.3%. Net position of the Town of Sibley's business-type activities increased by \$3,571,136 or 115.9%. The increase in the net position is mainly due to the recognition of the unearned revenue – Coronavirus State and Local Fiscal Recovery Funds and capital grants in relation to a water system project.

Table 2
Change in Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues and gains						
Program revenues						
Charge for services	\$ 272,168	\$ 163,324	\$ 577,776	\$ 492,070	\$ 849,944	\$ 655,394
Capital grants and contributions			3,521,707	547,351	3,521,707	547,351
Operating grants	418,206		145,631	27,058	563,837	27,058
General revenue						
Ad valorem taxes	77,593	72,441			77,593	72,441
Sales taxes	408,409	395,775			408,409	395,775
Franchise taxes	29,975	32,209			29,975	32,209
Investment earnings	19,758	23,711	2,199	1,880	21,957	25,591
Intergovernmental	80,959	80,848			80,959	80,848
Miscellaneous	59,583	71,361			59,583	71,361
Total revenues	<u>1,366,651</u>	<u>839,669</u>	<u>4,247,313</u>	<u>1,068,359</u>	<u>5,613,964</u>	<u>1,908,028</u>
Expenses						
General government	297,330	389,646			297,330	389,646
Public safety	443,980	393,814			443,980	393,814
Public works	207,992	154,799			207,992	154,799
Interest on long-term debt	17,015	20,466			17,015	20,466
Water			433,196	341,934	433,196	341,934
Sewer			242,981	276,638	242,981	276,638
Total expenses	<u>966,317</u>	<u>958,725</u>	<u>676,177</u>	<u>618,572</u>	<u>1,642,494</u>	<u>1,577,297</u>
Increases (decreases) in net position	<u>\$ 400,334</u>	<u>\$ (119,056)</u>	<u>\$ 3,571,136</u>	<u>\$ 449,787</u>	<u>\$ 3,971,470</u>	<u>\$ 330,731</u>

The Town's total revenues increased by \$3,705,936 or 194.2%. The increase in total revenues is mainly due to the recognition of unearned revenue – Coronavirus State and Local Fiscal Recovery Funds and capital grants in relation to a water system project. The total cost of all programs and services increased \$65,197 or 4.1%. Our following analysis separately considers the operations of the governmental and business-type activities.

Governmental Activities

Total revenues and gains for the governmental activities increased \$526,982 (62.8%) from a year ago, from total revenues in the year ended June 30, 2024 of \$839,669 to total revenues and gains of \$1,366,651 in the year ended June 30, 2025, largely due to recognition of unearned revenue – Coronavirus State and Local Fiscal Recovery Funds and other operating grants.

The cost of all governmental activities this year was \$966,317. These costs were covered by \$690,374 of program revenues, with the remaining costs covered by property taxes, sales taxes, and other general revenues.

Business-type Activities

Total revenues for the business-type activities increased by \$3,178,954 (297.6%) from total revenues in the year ended June 30, 2024 of \$1,068,359 to total revenues of \$4,247,313 in the year ended June 30, 2025. The increase was due to increases in capital and operating grants received for water and sewer operations and improvements.

The cost of all business-type activities this year was \$676,177. These costs were covered in large part by \$577,776 of charges for services and \$145,631 operating grant contributions.

THE TOWN'S FUNDS

As the Town completed the year, its governmental funds (as presented in the balance sheet on page 13) reported a *combined* fund balance of \$1,029,099, which is an increase from last year's fund balance of \$699,306. Revenues increased \$526,982 from the prior year mainly due to the recognition of unearned revenue – Coronavirus State and Local Fiscal Recovery Funds. Expenditures decreased by \$39,692.

General Fund Budgetary Highlights

The Town adopted a budget for its General Fund for the year ended June 30, 2025. There were no amendments to the budget during the year. The Town's budgetary comparison is presented as required supplementary information and shown on page 38. Highlights for the year are as follows:

Sales tax revenue transferred totaled \$202,555. The fund balance of the general fund increased by \$237,781.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of June 30, 2025, the Town of Sibley had invested \$7,524,009 in capital assets. (see table 3 below)

Table 3
Capital Assets at Year End
(Net Depreciation)

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	\$ 268,616	\$ 268,616	\$ 26,988	\$ 26,988	\$ 295,604	\$ 295,604
Construction in progress			4,021,679	547,351	4,021,679	547,351
Buildings	64,305	75,872			64,305	75,872
Infrastructure	31,423	38,122			31,423	38,122
Furniture, equipment, and vehicles	105,034	134,600			105,034	134,600
Fire department equipment and vehicles	652,633	652,554			652,633	652,554
Sewer system			1,187,772	1,277,464	1,187,772	1,277,464
Water system			1,165,559	1,174,700	1,165,559	1,174,700
Total assets	<u>\$ 1,122,011</u>	<u>\$ 1,169,764</u>	<u>\$ 6,401,998</u>	<u>\$ 3,026,503</u>	<u>\$ 7,524,009</u>	<u>\$ 4,196,267</u>

This year's major additions included:

Water system improvements	\$ 3,551,878
Vehicle Purchases	<u>59,475</u>
	<u>\$ 3,611,353</u>

More detailed information about the capital assets are presented in Note 5 to the financial statements.

Debt

At year-end, the Town had \$513,949 in debt outstanding, versus \$653,055 last year – a decrease of 21.3%.

Table 4
Outstanding Debt At Year End

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Lease obligations	\$ 372,949	\$ 487,055	\$	\$	\$ 372,949	\$ 487,055
Sewer revenue refunding bonds			141,000	166,000	141,000	166,000
Totals	<u>\$ 372,949</u>	<u>\$ 487,055</u>	<u>\$ 141,000</u>	<u>\$ 166,000</u>	<u>\$ 513,949</u>	<u>\$ 653,055</u>

State law restricts the amount of debt that the Town of Sibley may issue. The aggregate principal amount of debt may not exceed 10% of the assessed valuation for property tax purposes of all real and personal property located within the parish. The Town of Sibley's total debt outstanding at year-end was well below this limitation.

More detailed information about the debt is presented in Note 11 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS

The Town of Sibley's management considered many factors when setting a fiscal year June 30, 2025, budget. Amounts available for appropriation in the governmental funds are expected to remain substantially the same.

General operating expenditures for the year ended June 30, 2026, are expected to remain substantially the same.

The Town entered into construction contracts totaling \$4,674,710 for water system improvements. Amounts incurred under those contracts totaled approximately \$3,751,859 at June 30, 2025. The remaining amounts are expected to be expended during the year ended June 30, 2026. Funding for the projects will be primarily by grants-contracts with the Delta Regional Authority and the State of Louisiana's Water Sector Program. The Town also entered into construction contracts, subsequent to June 30, 2025, for street improvements totaling approximately \$919,336. Funding for the improvements will be from the State of Louisiana, Department of the Treasury, and Office of Facility Planning and Control.

CONTACTING THE TOWN'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens and taxpayers with a general overview of the finances for those funds maintained by the Town of Sibley and to show the Town of Sibley's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Mayor at P.O. Box 128, Sibley, LA, 71073.

Town of Sibley
Sibley, Louisiana
Statement of Net Position
June 30, 2025

	Governmental Activities	Business-type Activities	Total
Assets			
Cash and cash equivalents	\$ 731,146	\$ 447,203	\$ 1,178,349
Investments	362,583	2,486	365,069
Receivables	54,381	154,325	208,706
Internal balances	(108,252)	108,252	
Restricted assets:			
Cash- customer deposits		50,380	50,380
Cash and cash equivalents- debt service		37,547	37,547
Capital assets not being depreciated	268,616	4,048,667	4,317,283
Depreciable capital assets, net	853,395	2,353,331	3,206,726
Total assets	<u>2,161,869</u>	<u>7,202,191</u>	<u>9,364,060</u>
Liabilities			
Accounts payable and accrued expenses	10,759	357,458	368,217
Customer deposits		50,380	50,380
Accrued interest payable	12,499		12,499
Non-current liabilities:			
Due within one year	119,060	26,000	145,060
Due in more than one year	253,889	115,000	368,889
Total liabilities	<u>396,207</u>	<u>548,838</u>	<u>945,045</u>
Net Position			
Net investment in capital assets	749,062	5,922,560	6,671,622
Restricted for:			
Debt Service		37,547	37,547
Public Safety	567,111		567,111
Public Works	106,911		106,911
Unrestricted	342,578	693,246	1,035,824
Total net position	<u>\$ 1,765,662</u>	<u>\$ 6,653,353</u>	<u>\$ 8,419,015</u>

See accompanying notes to the basic financial statements.

Town of Sibley
Sibley, Louisiana
Statement of Activities
For the Year Ended June 30, 2025

	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Functions / Programs:							
Governmental Activities							
General government	\$ 297,330	\$ 71,180	\$ 76,223	\$	\$ (149,927)	\$	\$ (149,927)
Public safety	443,980	200,988	145,899		(97,093)		(97,093)
Public works	207,992		196,084		(11,908)		(11,908)
Interest on long-term debt	17,015				(17,015)		(17,015)
Total governmental activities	<u>966,317</u>	<u>272,168</u>	<u>418,206</u>		<u>(275,943)</u>		<u>(275,943)</u>
Business-type Activities							
Water	433,196	408,332	78,190	3,521,707		3,575,033	3,575,033
Sewer	242,981	169,444	67,441			(6,096)	(6,096)
Total business-type activities	<u>676,177</u>	<u>577,776</u>	<u>145,631</u>	<u>3,521,707</u>		<u>3,568,937</u>	<u>3,568,937</u>
Total Government	<u>\$ 1,642,494</u>	<u>\$ 849,944</u>	<u>\$ 563,837</u>	<u>\$ 3,521,707</u>	<u>(275,943)</u>	<u>3,568,937</u>	<u>3,292,994</u>
General revenues:							
					77,593		77,593
					408,409		408,409
					29,975		29,975
					80,959		80,959
					19,758	2,199	21,957
					59,583		59,583
					<u>676,277</u>	<u>2,199</u>	<u>678,476</u>
					400,334	3,571,136	3,971,470
					1,365,328	3,082,217	4,447,545
					<u>\$ 1,765,662</u>	<u>\$ 6,653,353</u>	<u>\$ 8,419,015</u>

See accompanying notes to the basic financial statements.

Town of Sibley
Sibley, Louisiana
Balance Sheet
Governmental Funds
June 30, 2025

	General	Sales Tax	Volunteer Fire Department	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 156,051	\$ 400,807	\$ 174,288	\$ 731,146
Investments	27,954		334,629	362,583
Receivables	15,231	39,150		54,381
Due from other funds	164,119		58,194	222,313
Total assets	<u>\$ 363,355</u>	<u>\$ 439,957</u>	<u>\$ 567,111</u>	<u>\$ 1,370,423</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable and accrued expenses	\$ 8,278	\$ 2,481	\$	\$ 10,759
Unearned revenue				
Due to other funds		330,565		330,565
Total liabilities	<u>8,278</u>	<u>333,046</u>		<u>341,324</u>
Fund balances:				
Restricted for:				
Public works		106,911		106,911
Public safety			567,111	567,111
Unassigned	355,077			355,077
Total fund balances	<u>355,077</u>	<u>106,911</u>	<u>567,111</u>	<u>1,029,099</u>
Total liabilities and fund balances	<u>\$ 363,355</u>	<u>\$ 439,957</u>	<u>\$ 567,111</u>	<u>\$ 1,370,423</u>

See accompanying notes to the basic financial statements.

Town of Sibley
Sibley, Louisiana
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2025

Fund balances - total governmental funds	\$ 1,029,099
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	1,122,011
Long-term liabilities and other amounts are not due and payable in the current period and therefore are not reported in the funds.	
Finance purchases payable	(372,949)
Accrued interest payable	<u>(12,499)</u>
Net position of governmental activities	<u>\$ 1,765,662</u>

See accompanying notes to the basic financial statements.

Town of Sibley
Sibley, Louisiana
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2025

	General	Sales Tax	Volunteer Fire Department	Total Governmental Funds
Revenues:				
Ad valorem taxes	\$ 77,593	\$	\$	\$ 77,593
Sales tax		408,409		408,409
Franchise taxes	29,975			29,975
Licenses and permits	71,180			71,180
Intergovernmental revenues	166,746	196,084	136,335	499,165
Fines and forfeitures	200,988			200,988
Investment earnings	1,991	710	17,057	19,758
Miscellaneous	35,410	16,895	7,278	59,583
Total revenues	<u>583,883</u>	<u>622,098</u>	<u>160,670</u>	<u>1,366,651</u>
Expenditures:				
Current:				
General government	285,763			285,763
Public safety	252,600		111,235	363,835
Public works		192,475		192,475
Debt Service:				
Principal	7,942	39,541	66,623	114,106
Interest	2,352	8,103	10,749	21,204
Capital outlay			59,475	59,475
Total expenditures	<u>548,657</u>	<u>240,119</u>	<u>248,082</u>	<u>1,036,858</u>
Excess (deficiency) of revenue over (under) expenditures	<u>35,226</u>	<u>381,979</u>	<u>(87,412)</u>	<u>329,793</u>
Other financing sources (uses):				
Transfers in	202,555		81,022	283,577
Transfers out		(283,577)		(283,577)
Total other financing sources (uses)	<u>202,555</u>	<u>(283,577)</u>	<u>81,022</u>	
Net change in fund balances	237,781	98,402	(6,390)	329,793
Fund balances at beginning of year	<u>117,296</u>	<u>8,509</u>	<u>573,501</u>	<u>699,306</u>
Fund balances at end of year	<u>\$ 355,077</u>	<u>\$ 106,911</u>	<u>\$ 567,111</u>	<u>\$ 1,029,099</u>

See accompanying notes to the basic financial statements.

Town of Sibley
 Sibley, Louisiana
 Reconciliation of the Statement of Revenues, Expenditures, and Changes in
 Fund Balances of Governmental Funds to the Statement of Activities
 For the Year Ended June 30, 2025

Net change in fund balances - total governmental funds	\$	329,793
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Governmental funds report capital outlays as expenditures. However, in the statements 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 (\$107,229) exceeds capital outlays (\$59,475) in the current period.</p>		(47,754)
<p>The repayment of the principal of long-term debt consumes the current financial resources of the governmental funds.</p>		
Principal payments on long-term debt		114,106
<p>Changes to accrued interest on long-term debt in the statement of activities does not require the use of current financial resources therefore, are not reported as expenditures in the governmental funds.</p>		4,189
		4,189
Change in net position of governmental activities	\$	400,334

See accompanying notes to the basic financial statements.

Town of Sibley
Sibley, Louisiana
Statement of Net Position
Proprietary Funds
June 30, 2025

	Business-Type Activities - Enterprise Funds		
	Water	Sewer	Totals
Assets			
Current assets:			
Cash and cash equivalents	\$ 388,563	\$ 58,640	\$ 447,203
Investments	2,486		2,486
Receivables	140,459	13,866	154,325
Restricted cash- customer deposits	50,380		50,380
Due from other funds	77,795	30,457	108,252
Total current assets	<u>659,683</u>	<u>102,963</u>	<u>762,646</u>
Noncurrent assets:			
Restricted cash and cash equivalents- debt service		37,547	37,547
Capital assets:			
Land	3,799	23,189	26,988
Construction in progress	4,021,679		4,021,679
Plant and equipment	2,770,932	3,709,177	6,480,109
Less: accumulated depreciation	(1,605,373)	(2,521,405)	(4,126,778)
Total noncurrent assets	<u>5,191,037</u>	<u>1,248,508</u>	<u>6,439,545</u>
Total assets	<u>\$ 5,850,720</u>	<u>\$ 1,351,471</u>	<u>\$ 7,202,191</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ 356,721	\$ 737	\$ 357,458
Customer deposits	50,380		50,380
Revenue bonds		26,000	26,000
Total current liabilities	<u>407,101</u>	<u>26,737</u>	<u>433,838</u>
Noncurrent liabilities:			
Revenue bonds		115,000	115,000
Total noncurrent liabilities		<u>115,000</u>	<u>115,000</u>
Total liabilities	<u>407,101</u>	<u>141,737</u>	<u>548,838</u>
Net position			
Net investment in capital assets	4,852,598	1,069,962	5,922,560
Restricted for debt service		37,547	37,547
Unrestricted	591,021	102,225	693,246
Total net position	<u>5,443,619</u>	<u>1,209,734</u>	<u>6,653,353</u>
Total liabilities and net position	<u>\$ 5,850,720</u>	<u>\$ 1,351,471</u>	<u>\$ 7,202,191</u>

See accompanying notes to the basic financial statements.

Town of Sibley
Sibley, Louisiana
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2025

	Business-Type Activities - Enterprise Funds		
	Water	Sewer	Totals
Operating revenues:			
Charges for service -			
Water sales	\$ 387,535	\$	\$ 387,535
Sewerage service charges		166,931	166,931
Other charges and fees	20,797	2,513	23,310
Total operating revenues	<u>408,332</u>	<u>169,444</u>	<u>577,776</u>
Operating expenses:			
Salaries	98,244	16,347	114,591
Payroll taxes	7,475	1,251	8,726
Employee benefits	38,960	4,433	43,393
Insurance	21,164	4,239	25,403
Maintenance and repairs	31,660	66,491	98,151
Miscellaneous expenses	31,332	9,646	40,978
Office expense	12,573	195	12,768
Materials and supplies	80,108	10,672	90,780
Uniforms	2,117	338	2,455
Utilities	22,872	33,402	56,274
Depreciation	86,691	89,692	176,383
Total operating expenses	<u>433,196</u>	<u>236,706</u>	<u>669,902</u>
Operating income (loss)	<u>(24,864)</u>	<u>(67,262)</u>	<u>(92,126)</u>
Non-operating revenues (expenses):			
Intergovernmental revenue	78,190	67,441	145,631
Interest income	1,798	401	2,199
Interest expense and charges		(6,275)	(6,275)
Total non-operating revenues (expenses)	<u>79,988</u>	<u>61,567</u>	<u>141,555</u>
Income (loss) before capital contributions and transfers	55,124	(5,695)	49,429
Capital contributions	<u>3,521,707</u>		<u>3,521,707</u>
Total capital contributions	<u>3,521,707</u>		<u>3,521,707</u>
Change in net position	3,576,831	(5,695)	3,571,136
Net position - beginning of year	<u>1,866,788</u>	<u>1,215,429</u>	<u>3,082,217</u>
Net position - end of year	<u>\$ 5,443,619</u>	<u>\$ 1,209,734</u>	<u>\$ 6,653,353</u>

See accompanying notes to the basic financial statements.

Town of Sibley
Sibley, Louisiana
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2025

	Business-Type Activities - Enterprise Funds		
	Water	Sewer	Totals
Cash Flows From Operating Activities			
Receipts from customers	\$ 409,154	\$ 170,043	\$ 579,197
Cash payments to suppliers for goods and services	(207,912)	(129,452)	(337,364)
Cash payments to employees for services	(144,135)	(22,130)	(166,265)
Net Cash Provided By Operating Activities	<u>57,107</u>	<u>18,461</u>	<u>75,568</u>
Cash Flows From Noncapital Financing Activities			
Intergovernmental revenue	78,190	67,441	145,631
Due from other funds	(80,969)	(36,510)	(117,479)
Net Cash Provided By (Used In) Noncapital Financing Activities	<u>(2,779)</u>	<u>30,931</u>	<u>28,152</u>
Cash Flows From Capital and Related Financing Activities			
Acquisition of capital assets	(3,213,440)		(3,213,440)
Capital grants	3,431,652		3,431,652
Principal payments on debt		(25,000)	(25,000)
Interest paid on capital debt		(10,524)	(10,524)
Net Cash Provided By (Used In) Capital and and Related Financing Activities	<u>218,212</u>	<u>(35,524)</u>	<u>182,688</u>
Cash Flows From Investing Activities			
Decrease in investments	16,775		16,775
Interest income	1,798	401	2,199
Net Cash Provided By Investing Activities	<u>18,573</u>	<u>401</u>	<u>18,974</u>
Net increase in cash and cash equivalents	291,113	14,269	305,382
Cash, Beginning of year	147,830	81,918	229,748
Cash, End of year	<u>\$ 438,943</u>	<u>\$ 96,187</u>	<u>\$ 535,130</u>
Cash and cash equivalents are reflected on the statement of net position as follows:			
Cash and cash equivalents	\$ 388,563	\$ 58,640	\$ 447,203
Restricted cash-customer deposits	50,380		50,380
Restricted cash and cash equivalents debt service		37,547	37,547
Total	<u>\$ 438,943</u>	<u>\$ 96,187</u>	<u>\$ 535,130</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided By/(Used In) Operating Activities			
Operating income (loss)	\$ (24,864)	\$ (67,262)	\$ (92,126)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Depreciation expense	86,691	89,692	176,383
Accounts receivable	821	599	1,420
Customer deposits	607		607
Accounts payable	(6,148)	(4,568)	(10,716)
Net Cash Flows Provided By (Used In) Operating Activities	<u>\$ 57,107</u>	<u>\$ 18,461</u>	<u>\$ 75,568</u>

See accompanying notes to the basic financial statements.

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025

INTRODUCTION

The Town of Sibley is incorporated under the provisions of the Lawrason Act. The Town operates under a Mayor–Council form of government.

(1) Summary of Significant Accounting Policies

The Town of Sibley's financial statements are prepared in conformity with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the Town of Sibley are discussed below.

A. Reporting Entity

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

GASB established criteria for determining which component units should be considered part of the Town of Sibley for financial reporting purposes. The basic criterion for including a potential component unit within the reporting entity is financial accountability. The GASB has set forth criteria to be considered in determining financial accountability. This criteria includes:

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

In addition, the GASB states that a legally separate, tax-exempt organization should be reported as a component unit of a reporting entity if *all* of the following criteria are met:

1. The economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents.

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

2. The primary government is entitled to, or has the ability to otherwise access, a majority of the economic resources received or held by the separate organization.
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to that primary government.

In addition, other organizations should be evaluated as potential component units if they are closely related to, or financially integrated with, the primary government.

Based on the criteria described above, there are no component units to be included as part of the reporting entity.

B. Basic Financial Statements – Government-Wide Statements

The Town of Sibley's basic financial statements include both government-wide (reporting the funds maintained by the Town of Sibley as a whole) and fund financial statements (reporting the Town of Sibley's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The Town's sales tax fund, fire protection fund, and general fund are classified as governmental activities. The Town's water and sewer services are classified as business-type activities.

In the government-wide Statement of Net Position, both the governmental activities and business-type activities columns are presented on a consolidated basis by column and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables, as well as long-term debt and obligations. The Town of Sibley's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the Town of Sibley's functions. The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating, and capital grants. Program revenues must be directly associated with the function. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. 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 the proprietary fund's principal ongoing operations of providing water and sewer services.

The net costs (by function) are normally covered by general revenue (property, sales and use taxes, certain intergovernmental revenues, interest income, etc.).

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

This government-wide focus is more on the sustainability of the Town of Sibley as an entity and the change in the Town of Sibley's net position resulting from the current year's activities.

C. Basic Financial Statements – Fund Financial Statements

The financial transactions of the Town of Sibley are recorded in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The various funds are reported by generic classification within the financial statements.

The following fund types are used by the Town of Sibley:

1. Governmental Funds – the focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the governmental funds of the Town of Sibley:
 - a. General fund is the general operating fund of the Town of Sibley. It is used to account for all financial resources except those required to be accounted for in another fund.
 - b. Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.
2. Proprietary Funds – the focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The following is a description of the proprietary funds of the Town:
 - a. Enterprise funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity (a) is financed with debt that is solely secured by a pledge of the net revenues, (b) has third party requirements that the cost of providing services, including capital costs, be recovered with fees and charges, or (c) establishes fees and charges based on a pricing policy designed to recover similar costs.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activities categories. Nonmajor funds by category are summarized into a single column. GASB sets forth minimum criteria (percentage of the assets, liabilities, revenues, or expenditures/expenses of fund category) for the determination of major funds.

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

The following major funds are presented in the fund financial statements:

General Fund – accounts for all financial resources except those required to be accounted for in another fund.

Sales Tax Fund - accounts for the proceeds of sales taxes levied for fire department maintenance, maintenance of streets, capital construction, and other general purposes of the Town.

Volunteer Fire Department Fund – accounts for the transfers from the sales tax fund to be used for fire protection.

Water Fund – accounts for the provision of water services of the Town.

Sewer Fund - accounts for the provision of sewer services of the Town.

D. Basis of Accounting

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

1. Accrual:

Both governmental and business-type activities in the government-wide financial statements and the proprietary fund financial statements are presented on the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

2. Modified Accrual:

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under modified accrual basis of accounting, revenues are recorded when susceptible to accrual: i.e., both measurable and available. "Available" means collectible within the current period or within 60 days after year end. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred. The exception to this general rule is that principal and interest on general obligation long-term debt, if any, is recognized when due.

E. Budgets

The Town uses the following budget practices:

1. The Mayor and Town Council prepare a proposed budget.
2. After completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance.

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

3. 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 Council.
4. All budgetary appropriations lapse at the end of each fiscal year.
5. Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP), except for finance purchase activity. Budgeted amounts in the accompanying statements are as originally adopted, or as amended by the Council. There were no amendments to the budget for the year ended June 30, 2025.
6. The Town's fiscal year is June 30.

F. Cash, Cash Equivalents, and Investments

Cash includes amounts in petty cash, demand deposits, interest bearing demand deposits, and time deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less. Under state law, the Town may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law or any other state of the United States, or under the laws of the United States.

Investments are limited by R.S. 33:2955 and the Town's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

G. Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on all assets is provided on the straight-line basis over the following estimated useful lives:

Buildings	20–45 years
Infrastructure	20 years
Furniture and equipment	5–20 years
Vehicles	4–10 years
Fire-fighting apparatus	15–35 years
Water and sewer systems	5–50 years

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

GASBS requires the Town to report and depreciate new infrastructure assets effective July 1, 2003. Infrastructure assets include roads, bridges, traffic signals, etc. These infrastructure assets are likely to be the largest asset class of the Town. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is not required.

H. Revenues

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 the taxpayers in November. Billed taxes become delinquent on January 1 of the following year. Revenues from ad valorem taxes are budgeted in the year billed. The Town bills and collects its own property taxes, using the assessed values determined by the tax assessor of Webster Parish. Sales tax revenues are recorded in the period in which the underlying exchange has occurred. Fines, forfeitures, licenses, and permits are recognized in the period they are collected. Interest income on demand and time deposits is recorded when earned. Federal and state grants are recorded when the Town is entitled to the funds.

I. Net Position

Net position represents the difference between assets and liabilities. Net investment in capital assets, consist of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any borrowing used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation adopted by the Town or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The Town's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

J. Sales Taxes

On April 1, 1980, the electors of the Town authorized a 1% sales and use tax, proceeds of which may be used for any lawful corporate purpose of the Town, including making capital improvements (after paying the reasonable and necessary expenses of collecting and administering the tax). Town officials have designated 50% of the tax proceeds for General Fund operations and 50% for capital improvements.

On October 24, 1987, the electors of the Town authorized an additional 1% sales and use tax, proceeds of which were dedicated as follows: 50% of income for fire department purchase and maintenance; 25% for streets and street construction, repair and maintenance; and 25% for capital construction, general fund or general administrative expenses. The effective date of this additional 1% sales tax was January 1, 1988.

On October 2, 2010, the electors of the Town authorized an additional 1/2% sales and use tax, proceeds of which are to be used as follows: 50% of the proceeds for maintaining, operating and supporting the Town's Police department and acquiring equipment, including vehicles and supplies, therefor, and 50% of the proceeds to be used for supporting the general fund of the Town.

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

K. Compensated Absences

The Town allows up to three weeks vacation depending upon years of service. No carryover or accrued vacation leave is allowed. Unused vacation time will be applied upon termination.

The Town allows up to twelve days per year of sick leave and employees can accumulate up to twenty four days depending upon years of service. Unused accumulated sick pay will not be paid upon separation of service.

L. Interfund Activity

Interfund activity is reported as either loans, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances." Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. Transfers between governmental funds are netted as part of the reconciliation to the government-wide financial statements.

M. Use of Estimates

Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and reported revenues and expenses. Actual results could differ from those estimates.

N. Long-Term Obligations

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities in the statement of net assets. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental funds recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

O. Bad Debts

The Town uses the direct charge-off method of accounting for uncollectible ad valorem taxes and water system receivables. Although this method is not in accordance with generally accepted accounting principles, the overall effect on the financial statements is immaterial.

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

P. Statement of Cash Flows

For the purposes of the Statement of Cash Flows, the Water and Sewer Funds consider all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Q. Postretirement Benefits

The Town provides no postretirement benefits to its employees.

R. Fund Balance

GASB has issued standards which defines the different types of fund balances that a governmental entity must use for financial reporting purposes. GASB requires the fund balance amounts to be properly reported within one of the fund balance categories list below.

1. Nonspendable fund balances are amounts that cannot be spent because they are either (a) not in spendable form, such as inventory or prepaid expenses, or (b) legally or contractually required to be maintained intact, such as a trust that must be retained in perpetuity.
2. Restricted fund balances are restricted when constraints placed on the use of resources are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
3. Committed fund balances include amounts that can be used only for the specific purposes as a result of constraints imposed by the board of alderman (the Town's highest level of decision making authority). Committed amounts cannot be used for any other purpose unless the board of aldermen remove those constraints by taking the same type of action (i.e. legislation, resolution, ordinance).
4. Assigned fund balances are amounts that are constrained by the Town's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by the Mayor, an appointed body, or official the Town's Alderman has delegated the authority to assign, modify, or rescind amounts to be used for specific purposes.
5. Unassigned fund balance are the residual classification for the Town's general fund and include all spendable amounts not contained in the other classifications.

The Town's policy is to apply expenditures against nonspendable fund balances, restricted fund balances, committed fund balances, assigned fund balances, and unassigned fund balances, in that order.

The calculation of fund balance amounts begins with the determination of nonspendable fund balances. Then restricted fund balances for specific purposes are determined (not including non-spendable amounts). Then any remaining fund balance amounts for the non-general funds are classified as restricted fund balance. It is possible for the non-general funds to have negative unassigned fund balance when non-spendable amounts plus the restricted fund balances for specific purpose amounts exceeds the positive fund balance for the non-general fund.

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

S. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. At this time, the Town has no transactions that meet the definition of deferred outflows of resources

In addition to liabilities, the statement of financial position will sometimes report a separate section for *deferred inflows of resources*. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. At this time, the Town has no transactions that meet the definition of deferred inflows of resources.

T. Fair Value Measurements

Generally accepted accounting principles require disclosure to be made about fair value measurements, the level of fair value hierarchy, and valuation techniques. The fair value hierarchy categorizes the inputs to valuation techniques used to measure fair value into three levels:

Level 1 inputs – The valuation is based on quoted market prices for identical assets or liabilities traded in active markets;

Level 2 inputs – The valuation is based on quoted market prices for similar instruments traded in active markets, quoted prices for identical or similar instruments in markets that are not active, and inputs other than quoted prices that are observable for the asset or liability;

Level 3 inputs – The valuation is determined by using the best information available under the circumstances and might include the government's own data but should adjust those data if (a) reasonably available information indicates that other market participants would use different data or (b) there is something particular to the government that is not available to other market participants.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on lowest level of any input that is significant to the fair value measurement.

(2) Ad Valorem Taxes

The distributions of the Town's levy (tax rate per \$1,000 assessed value) were as follows:

	Tax Roll
	<u>2024</u>
General Fund	<u>8.97</u>

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

(3) Cash and Cash Equivalents and Investments

At June 30, 2025, the Town has cash, cash equivalents, and investments (book balances) totaling \$1,631,345 as detailed below:

A. Cash and Cash Equivalents

Cash and cash equivalents at June 30, 2025 (book balances) totaled \$1,266,276, of which \$87,927 is shown as restricted cash. These deposits are stated at cost, which approximates market. Under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

B. Investments

At June 30, 2025, the Town had investments totaling \$365,069 consisting of the following:

Investments in Louisiana Asset Management Pool (LAMP)	\$ 313,710
Money Market Funds	37,268
U.S. Government Securities	<u>14,091</u>
	<u>\$ 365,069</u>

At June 30, 2025, the Town had investments totaling \$313,710 in Louisiana Asset Management Pool (LAMP). The Louisiana Asset Management Pool (LAMP) is a local government investment pool. In accordance with GASB codification section 150.126, the investment in LAMP at the Town of Sibley is not categorized in the three risk categories provided by GASB because the investment is in the pool of funds and therefore not evidenced by securities that exist in physical or book entry form.

LAMP is administered by LAMP, Inc., a non-profit corporation organized under the laws of the State of Louisiana. Only local government entities having contracted to participate in LAMP have an investment interest in its pool of assets. The primary objective of LAMP is to provide a safe environment for the placement of public funds in short term, high quality investments. The LAMP portfolio includes only securities and other obligations in which local governments in Louisiana are authorized to invest in accordance with LSA-R.S. 33:2955.

Accordingly, LAMP investments are restricted to securities issued, guaranteed, or backed by the U.S. Treasury, the U.S. Government, or one of its agencies, enterprises, or instrumentalities, as well as repurchase agreements collateralized by those securities.

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

Effective August 1, 2001, LAMP's investment guidelines were amended to permit the investment in government-only money market funds. In its 2001 Regular Session, the Louisiana Legislature (Senate Bill No. 512, Act 701) enacted LSA-R.S. 33:2955(A)(1)(h) which allows municipalities, parishes, school boards, and any other political subdivisions of the State to invest in "Investment grade (A-1/P-1) commercial paper of domestic United States corporations." Effective October 1, 2001, LAMP's Investment Guidelines were amended to allow the limited investment in A-1 or A-1+ commercial paper.

The dollar weighted average portfolio maturity of LAMP assets is restricted to not more than 90 days, and consists of no securities with a maturity in excess of 397 days. LAMP is designed to be highly liquid to give its participants immediate access to their account balances. The investments in LAMP are stated at fair value based upon quoted market rates. The fair value is determined on a weekly basis by LAMP and the value of the position in the external investment pool is the same as the value of the pool shares.

LAMP, Inc. is subject to the regulatory oversight of the state treasurer and the board of directors. LAMP is not registered with the SEC as an investment company.

At June 30, 2025, the Town had investments totaling \$51,359 in U.S. Government securities and money market funds. The market value of these particular type of investments are not materially different from their carrying amount. The investment in U.S. Government Securities and money market funds are registered in the name of the Town and are held in a brokerage account insured by the SIPC. These investments are presented in the financial statements at fair value using level 2 fair value measure.

C. Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As of June 30, 2025, \$1,017,887 of the Town's bank balances were exposed to custodial credit risk as follows:

Uninsured and collateral held by the
pledging bank's trust department; not
in the Town's name:

Cash and cash equivalents	<u>\$ 1,017,887</u>
---------------------------	---------------------

Even though the pledged securities are considered uncollateralized (Category 3) under the provisions of GASB Statement 3, R.S. 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified that the fiscal agent has failed to pay deposited funds upon demand.

(Continued)

Town of Sibley
 Sibley, Louisiana
 Notes to Financial Statements
 June 30, 2025
 (Continued)

(4) Restricted Assets – Proprietary Fund Type

Restricted assets were applicable to the following at June 30, 2025:

	Enterprise Fund		Total
	Sewer	Water	
Customer deposits	\$	\$ 50,380	\$ 50,380
Bond and interest sinking fund	25,444		25,444
Depreciation and contingency fund	12,103		12,103
	\$ 37,547	\$ 50,380	\$ 87,927

Enterprise Fund – Sewer

Under the terms of the bond agreement-resolution, on outstanding Sewer Revenue Bonds, income and revenues derived from the operating of the Town's Sewer System are pledged in amounts sufficient for the payment of principal and interest on the bonds as they become due and payable, and are to be set aside into the following special funds:

Revenue Fund – All income and revenues derived or to be derived from the operation of the Sewer System shall be deposited promptly into the Revenue Fund. Current expenses of operating and maintaining the system shall be paid from the Revenue Fund.

Revenue Bond and Interest Sinking Fund – Each month, there shall be transferred from the Revenue Fund an amount equal to 1/12th of the principal and interest of the next maturing installment on the outstanding bonds into this fund.

Depreciation and Contingency Fund – Funds will be transferred into this fund for the purpose of caring for depreciation, extensions, additions, improvements, and replacements necessary to properly operate the system. Also, funds may be used for the purpose of payment of bonds for which there is not sufficient money in the Bond and Interest Sinking Fund. The monthly transfer amount will be at least equal to five percent (5%) of the amount to be paid into the sinking fund until a sum equal to \$25,000 is on deposit.

For the year ended June 30, 2025 the Town was in compliance with the requirements for deposits into the reserve accounts.

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

(5) Capital Assets

Capital asset activity for the year ended June 30, 2025, was as follows:

	Balance at July 1, 2024	Additions	Deletions	Balance at June 30, 2025
<u>Governmental Activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 268,616	\$	\$	\$ 268,616
Capital assets, being depreciated:				
Buildings	349,988			349,988
Infrastructure	190,456			190,456
Furniture, equipment & vehicles	367,318			367,318
Fire department equipment and vehicles	1,211,807	59,475		1,271,282
Total capital assets, being depreciated, at historical cost	2,119,569	59,475		2,179,044
Less accumulated depreciation:				
Buildings	(274,115)	(11,568)		(285,683)
Infrastructure	(152,334)	(6,699)		(159,033)
Furniture, equipment & vehicles	(232,718)	(29,566)		(262,284)
Fire department equipment and vehicles	(559,253)	(59,396)		(618,649)
Total accumulated depreciation	(1,218,420)	(107,229)		(1,325,649)
Total capital assets, being depreciated, net	901,149	(47,754)		853,395
Governmental activities capital assets, net	\$ 1,169,765	\$ (47,754)	\$	\$ 1,122,011

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

	Balance at July 1, 2024	Additions	Deletions	Balance at June 30, 2025
<u>Business-Type Activities:</u>				
Capital assets, not being depreciated:				
Land	\$ 26,988	\$	\$	\$ 26,988
Construction in progress	547,351	3,474,328		4,021,679
	574,339	3,474,328		4,048,667
Capital assets, being depreciated:				
Sewer system	3,709,177			3,709,177
Water:				
Wells	47,261			47,261
Storage tanks	276,697			276,697
Treatment plant	114,321			114,321
Distribution system	2,165,270			2,165,270
Other equipment	105,256	77,550	(15,423)	167,383
Total capital assets, being depreciated, at historical cost	6,417,982	77,550	(15,423)	6,480,109
Less accumulated depreciation:				
Sewer system	(2,431,713)	(89,692)		(2,521,405)
Water:				
Wells	(47,261)			(47,261)
Storage tanks	(135,151)	(12,988)		(148,139)
Treatment plant	(114,321)			(114,321)
Distribution system	(1,159,563)	(64,310)		(1,223,873)
Other equipment	(77,809)	(9,393)	15,423	(71,779)
Total accumulated depreciation	(3,965,818)	(176,383)	15,423	(4,126,778)
Total capital assets, being depreciated, net	2,452,164	(98,833)		2,353,331
Business-type activities capital assets, net	\$ 3,026,503	\$ 3,375,495	\$	\$ 6,401,998

Depreciation expense was charged to Governmental and Business-type Activities as follows:

	Governmental Activities	Business-type Activities	Total
Public safety	\$ 80,145	\$	\$ 80,145
Public works	15,517		15,517
General government	11,567		11,567
Water		86,691	86,691
Sewer		89,692	89,692
Total	\$ 107,229	\$ 176,383	\$ 283,612

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

(6) Receivables

The following is a summary of receivables at June 30, 2025:

<u>Class of Receivable</u>			
Governmental activities –			
Sales taxes		\$ 39,150	
Licenses and permits		<u>15,231</u>	
		<u>54,381</u>	
Business-type activities –			
Accounts receivable – water and sewer charges		47,722	
Grant receivable		<u>106,603</u>	
		<u>154,325</u>	
Total		<u>\$ 208,706</u>	

(7) Interfund Balances

Interfund balances at June 30, 2025 consisted of the following:

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>	<u>Net</u>
Governmental Funds:			
General	\$ 164,119	\$	\$ 164,119
Sales tax		330,565	(330,565)
Volunteer Fire Department	<u>58,194</u>		<u>58,194</u>
Total Governmental Funds	<u>222,313</u>	<u>330,565</u>	<u>(108,252)</u>
Enterprise Funds:			
Water	77,795		77,795
Sewer	<u>30,457</u>		<u>30,457</u>
Total Enterprise Funds	<u>108,252</u>		<u>108,252</u>
Total	<u>\$ 330,565</u>	<u>\$ 330,565</u>	<u>\$</u>

The interfund balances are the result of the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

(8) Accounts Payable and Accrued Expenses

Accounts payable and accrued expenses at June 30, 2025, consisted of the following:

<u>Class of Payable</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Accounts	\$ 4,397	\$ 16,817	\$ 21,214
Construction payables		338,439	338,439
Payroll and payroll taxes	<u>6,362</u>	<u>2,202</u>	<u>8,564</u>
Total	<u>\$ 10,759</u>	<u>\$ 357,458</u>	<u>\$ 368,217</u>

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

(9) Customers' Deposits

Deposits held for customers that are currently active on the water system total \$50,380 at June 30, 2025.

(10) Interfund Transfers

Interfund transfers for the year ended June 30, 2025 consisted of the following:

	Transfer To	Transfer From
Governmental Funds:		
General	\$ 202,555	\$
Sales Tax		283,577
Volunteer Fire Department	81,022	
	\$ 283,577	\$ 283,577

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Also, funds were transferred from the water fund to the sewer fund for operating purposes.

(11) Long-Term Liabilities

Long-term liability activity for the year ended June 30, 2025, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
Governmental Activities:					
Finance purchases	\$ 487,055	\$	\$ (114,106)	\$ 372,949	\$ 119,060
Business-type Activities:					
Sewer Revenue					
Refunding Bonds - 2017	\$ 166,000	\$	\$ (25,000)	\$ 141,000	\$ 26,000

Finance Purchases – Governmental Activities

The Town entered into a lease obligation to purchase real estate at a total price of \$178,358. The lease has a stated interest rate of 4.452% and matures August 19, 2027. In addition to the real estate, collateral for this obligation is a fire apparatus owned by the Town. The lease obligation calls for annual payments of \$40,574, beginning in August, 2023. The obligation will be repaid from funds legally available for such purposes by the Town.

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

The Town entered into a lease obligation to purchase a fire apparatus at a total price of \$346,291. The lease has a stated interest rate of 3.81% and matures July 29, 2027. Collateral for the obligation is the fire apparatus. The lease obligation calls for annual payments of \$77,372, beginning in July, 2023. The obligation will be repaid from funds legally available for such purposes by the Town.

The Town entered into a lease obligation to purchase equipment at a total price of \$74,896. The lease has a stated interest rate of 6.70% and matures March 17, 2028. Collateral for the obligation is the equipment purchased with this lease. The lease obligation calls for annual payments of \$17,365, beginning in March, 2024. The obligation will be repaid from funds legally available for such purposes by the Town.

The following details the debt service requirements to maturity for the Town's finance purchase obligations at June 30, 2025:

Year Ending June 30,	Governmental Activities		
	Principal	Interest	Total
2026	\$ 119,060	\$ 16,250	\$ 135,310
2027	124,238	11,072	135,310
2028	129,651	5,660	135,311
	\$ 372,949	\$ 32,982	\$ 405,931

Sewer Revenue Refunding Bonds – Series 2017

\$290,000 sewer revenue bonds dated September 27, 2017; due in annual payments of approximately \$32,000 which includes principal and interest; interest rate of 4.45%; final payment due July, 2029.

\$ 141,000

The Sewer Revenue Bonds constitute special obligations of the Town solely secured by a lien on and pledge of the net revenues of the water and sewer system. These bonds are considered direct borrowing and direct placement debt.

Debt service requirements at June 30, 2025 were as follows:

Business-Type Activities - Sewer Revenue Refunding Bonds

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>
2026	\$ 26,000	\$ 5,696
2027	27,000	4,517
2028	28,000	3,293
2029	29,000	2,025
2030	31,000	689
	\$ 141,000	\$ 16,220

(Continued)

Town of Sibley
Sibley, Louisiana
Notes to Financial Statements
June 30, 2025
(Continued)

(12) Retirement Plan

Employees of the Town participate in a Savings Incentive Match Plan (SIMPLE IRA). The amount contributed by the Town during the year ended June 30, 2025 was \$2,735.

(13) Risk Management

The Town purchases commercial insurance to provide workers compensation coverage and general liability and property insurance. There were no significant reductions in insurance coverage from the previous year.

(14) Subsequent Events:

Subsequent events have been evaluated through December 18, 2025, the date the financial statements were available to be issued.

The Town entered into construction contracts, subsequent to June 30, 2025, totaling approximately \$919,336 for street improvement projects. Funding for the projects will be from the State of Louisiana, Department of the Treasury, and the Office of Facility Planning and Control.

(15) Commitments

The Town entered into construction contracts totaling approximately \$4,674,710 for water facility improvements. Amounts incurred under these contracts totaled approximately \$3,751,859 at June 30, 2025. Funding for the projects will be primarily by grant-contracts with the Delta Regional Authority and the State of Louisiana's Water Sector Program.

Town of Sibley
Sibley, Louisiana
Required Supplementary Information
Budgetary Comparison Schedule
General Fund
For the Year Ended June 30, 2025

	Budgeted Amounts Original & Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
Revenues:			
Ad valorem taxes	\$ 70,000	\$ 77,593	\$ 7,593
Franchise taxes	10,000	29,975	19,975
Licenses and permits	55,000	71,180	16,180
Intergovernmental revenue		166,746	166,746
Fines and forfeitures	124,750	200,988	76,238
Investment earnings	1,000	1,991	991
Miscellaneous	25,300	35,410	10,110
Total revenues	<u>286,050</u>	<u>583,883</u>	<u>297,833</u>
Expenditures:			
Current:			
General government	366,800	285,763	81,037
Public safety	217,590	252,600	(35,010)
Debt service	10,300	10,294	6
Total expenditures	<u>594,690</u>	<u>548,657</u>	<u>46,033</u>
Excess (deficiency) of revenues over expenditures	<u>(308,640)</u>	<u>35,226</u>	<u>343,866</u>
Other financing sources:			
Transfers in	170,000	202,555	32,555
Total other financing sources	<u>170,000</u>	<u>202,555</u>	<u>32,555</u>
Net change in fund balance	(138,640)	237,781	376,421
Fund balance at beginning of year	138,640	117,296	(21,344)
Fund balance at end of year	<u>\$</u>	<u>\$ 355,077</u>	<u>\$ 355,077</u>

Town of Sibley
Sibley, Louisiana
Required Supplementary Information
Budgetary Comparison Schedule
Sales Tax Fund
For the Year Ended June 30, 2025

	Budgeted Amounts	Actual Amounts	Variance with Final Budget
	Original & Final	(Budgetary Basis)	Positive (Negative)
Revenues:			
Sales tax	\$ 340,000	\$ 408,409	\$ 68,409
Intergovernmental revenue		196,084	196,084
Miscellaneous	3,100	16,895	13,795
Investment earnings	90	710	620
Total revenues	343,190	622,098	278,908
Expenditures:			
Current:			
Public works	389,544	192,475	197,069
Capital outlay	68,000		68,000
Debt service	47,646	47,644	2
Total expenditures	505,190	240,119	265,071
Excess (deficiency) of revenues over expenditures	(162,000)	381,979	543,979
Other financing sources (uses):			
Transfers out	(238,000)	(283,577)	(45,577)
Total other financing sources (uses)	(238,000)	(283,577)	(45,577)
Net change in fund balance	(400,000)	98,402	498,402
Fund balance at beginning of year	400,000	8,509	(391,491)
Fund balance at end of year	\$	\$ 106,911	\$ 106,911

Town of Sibley
Sibley, Louisiana
Required Supplementary Information
Budgetary Comparison Schedule
Fire Department
For the Year Ended June 30, 2025

	Budgeted Amounts Original & Final	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental revenues	\$ 82,000	\$ 136,335	\$ 54,335
Investment earnings	175	17,057	16,882
Miscellaneous		7,278	7,278
Total revenues	<u>82,175</u>	<u>160,670</u>	<u>78,495</u>
Expenditures:			
Current:			
Public safety	567,803	111,235	456,568
Debt service	77,372	77,372	
Capital outlay	5,000	59,475	(54,475)
Total expenditures	<u>650,175</u>	<u>248,082</u>	<u>402,093</u>
Excess (deficiency) of revenues over expenditures	<u>(568,000)</u>	<u>(87,412)</u>	<u>480,588</u>
Other financing sources:			
Transfers in	68,000	81,022	13,022
Total other financing sources	<u>68,000</u>	<u>81,022</u>	<u>13,022</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(500,000)	(6,390)	493,610
Fund balance at beginning of year	<u>500,000</u>	<u>573,501</u>	<u>73,501</u>
Fund balance at end of year	<u>\$</u>	<u>\$ 567,111</u>	<u>\$ 567,111</u>

Town of Sibley
Justice System Funding Schedule - Collecting/Disbursing Schedule
Cash Basis Presentation
As Required by La. R.S. 24:515.2

	Amount for 07/01/2024 - 12/31/2024	Amount for 01/01/2025 - 06/30/2025
1. Beginning Cash Balance	-	-
2. Collections		
a. Civil Fees	-	-
b. Bond Fees	-	-
c. Cash Bonds	-	-
d. Asset Forfeiture/Sale	-	-
e. Pre-Trial Diversion Program Fees	-	-
f. Criminal Court Costs/Fees	11,536	19,938
g. Criminal Fines – Contempt	-	-
h. Criminal Fines – Other/Non-Contempt	71,345	98,169
i. Restitution	-	-
j. Probation/Parole/Supervision Fees	-	-
k. Service Fees	-	-
l. Collection Fees	-	-
m. Interest Earnings on Collected Balances	-	-
n. Other	-	-
Total Collected	82,881	118,107
3. Deductions: Collections Retained by the Town of Sibley		
I. Collection Fee for Collecting/Disbursing to Others Based on Percentage of Collection	-	-
II. Collection Fee for Collecting/Disbursing to Others Based on Fixed Amount	-	-
III. Other Amounts "Self-Disbursed" [Enter amounts on appropriate collection type lines]		
a. Civil Fees	-	-
b. Bond Fees	-	-
c. Cash Bonds	-	-
d. Asset Forfeiture/Sale	-	-
e. Pre-Trial Diversion Program Fees	-	-
f. Criminal Court Costs/Fees	-	-
g. Criminal Fines – Contempt	-	-
h. Criminal Fines – Other/Non-Contempt	71,345	98,169
i. Restitution	-	-
j. Probation/Parole/Supervision Fees	-	-
k. Service Fees	-	-
l. Collection Fees [excluding amounts reported in bullets I and II above]	-	-
m. Interest Earnings on Collected Balances	-	-
n. Other	-	-
Total Collections Retained by the Town of Sibley	71,345	98,169
4. Deductions: Amounts Disbursed to Individuals and Entities, Excluding Governments and Nonprofits		
a. Collection/Processing Fees Paid to Third Party Entities	-	-
b. Civil Fee Refunds	-	-
c. Bond Refunds	-	-
d. Restitution Disbursements to Individuals and Entities, Excluding Governments or a Nonprofit	-	-
e. Other Disbursements to Individuals and Entities, Excluding Governments or a Nonprofit	-	-
Total Amounts Disbursed to Individuals and Entities, Excluding Governments and Nonprofits	-	-
5. Deductions: Total Disbursements to Other Governments & Nonprofits	11,536	19,938
6. Total Amounts Disbursed/Retained	82,881	118,107
7. Ending Cash Balance	-	-
8. Ending Balance of "Partial Payments" Collected but not Disbursed	-	-
9. Other Information:		
I. Ending Balance of Amounts Assessed but Not Yet Collected [i.e. total ending receivable balances]	-	-
II. Total Waivers During the Fiscal Period [i.e. non-cash reduction of receivable balances, such as time served or community service]	-	-

Town of Sibley

Justice System Funding Schedule - Disbursements to Other Governments & Nonprofits Form

Cash Basis Presentation

As Required by La. R.S. 24:515.2

5. Details of Disbursements To Other Governments & Nonprofits (Do not include amounts retained by your entity in this table.)

Agency Receiving Money	Disbursement Description [Fund, Program, etc.] (Optional)	Legal Authority to Disburse Money	Disbursement Type	Amount for	Amount for
				07/01/2024 - 12/31/2024	01/01/2025 - 06/30/2025
Supreme Court	§86. Judicial College; education account; sources of funds	R.S. 13:86	f. Criminal Court Costs/Fees	139	275
Ware Youth Center		R.S. 15:109 / . /	f. Criminal Court Costs/Fees	2,093	4,175
IA Commission on Law Enforcement and Administration of Criminal Justice		R.S. 46:1816(D)	f. Criminal Court Costs/Fees	550	1,078
Criminalistics Laboratory North Louisiana		R.S. 40:2266.1.1	f. Criminal Court Costs/Fees	7,590	12,340
Louisiana Department of Health	§2633. Traumatic Head and Spinal Cord Injury Trust Fund	R.S. 46:2633	f. Criminal Court Costs/Fees	885	1,570
Department of the Treasury		CCRP 887 (f)(1)	f. Criminal Court Costs/Fees	279	550

Town of Sibley
Sibley, Louisiana
Schedule of Compensation Paid to Mayor and Town Council
For the Year Ended June 30, 2025

Mayor - Robert Smart	\$ 26,004
Alderman:	
Helen Chanler	3,450
Alan Myers	3,450
Richard Davis	6,900
Wayne Bolton	6,900
Pam Chanler	3,450
John Langford	3,450
Keith Merritt	6,900
	<hr/>
	\$ 60,504
	<hr/> <hr/>

Town of Sibley
Sibley, Louisiana
Schedule of Compensation, Benefits, and Other Payments to Agency Head
For the Year Ended June 30, 2025

Agency Head: Robert Smart, Mayor

<u>Purpose</u>	<u>Amount</u>
Salary	\$ 26,004
Travel	932
Registration fees	500
Reimbursements	47
Special meals	329

Town of Sibley
Sibley, Louisiana
 Schedule of Expenditures of Federal Awards
 For the Year Ended June 30, 2025

Federal Grantor / Pass-Through Grantor / Program Title	Assistance Listing Number	Pass-Through Grantor's Number	Passed Through to Subrecipients	Expenditures
<u>U.S. Department of Treasury</u>				
Passed through the State of Louisiana, Office of Community Development, Division of Administration				
Covid -19 Coronavirus State and Local Fiscal Recovery Funds	21.027	Unknown		\$ 429,378
Covid -19 Coronavirus State and Local Fiscal Recovery Funds - Water Sector Program	21.027	LAWSP10908		<u>3,420,753</u>
Total U.S. Department of Treasury				<u>3,850,131</u>
<u>Delta Regional Authority</u>				
Direct Program - Delta Regional Authority	90.200	LA-54627		<u>45,954</u>
Total Delta Regional Authority				<u>45,954</u>
Total Federal Expenditures				<u><u>\$ 3,896,085</u></u>

NOTE A: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Town of Sibley under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Town of Sibley, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Town of Sibley.

NOTE B: Summary of Significant Accounting Policies

(1) The accompanying schedule of expenditures of federal awards is prepared on the accrual basis of accounting. Such expenditures are recognized following the cost principles combined in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(2) Town of Sibley does not utilize an indirect cost rate.

COOK & MOREHART

Certified Public Accountants

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SOCIETY OF LOUISIANA
CERTIFIED PUBLIC ACCOUNTANTS

STUART L. REEKS, CPA
J. PRESTON DELAUNE, CPA

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*

Independent Auditor's Report

The Honorable Robert Smart, Mayor
and Members of the Town Council
Town of Sibley
Sibley, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to the financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, business-type activities and each major fund of the Town of Sibley, Louisiana, as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Town of Sibley's basic financial statements, and have issued our report thereon dated December 18, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Town of Sibley's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Sibley's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Sibley'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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

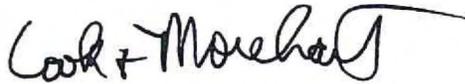
Our consideration of the internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did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

Report on Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Cook & Morehart
Certified Public Accountants
December 18, 2025

COOK & MOREHART

Certified Public Accountants

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Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance

Independent Auditors' Report

The Honorable Robert Smart, Mayor
and Members of the Town Council
Town of Sibley
Sibley, Louisiana

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Town of Sibley's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Town of Sibley's major federal programs for the year ended June 30, 2025. The Town of Sibley's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Town of Sibley complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Town of Sibley and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Town of Sibley's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Town of Sibley's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Town of Sibley's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Town of Sibley's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government auditing Standards*, and the Uniform Guidance, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Town of Sibley's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of Town of Sibley's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Town of Sibley's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

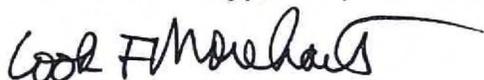
Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "Cook & Morehart", with a long horizontal flourish extending to the right.

Cook & Morehart
Certified Public Accountants
December 18, 2025

Town of Sibley
Sibley, Louisiana
Summary Schedule of Prior Audit Findings
June 30, 2025

There were no findings for the prior year audit for the year ending June 30, 2024. An audit in accordance with the Audit Requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, (Uniform Guidance), was not required for the year ended June 30, 2024.

Schedule of Finding and Questioned Costs
June 30, 2025

A. Summary of Audit Results

Financial Statements

Type of audit report issued : Unmodified

Internal control over financial reporting :

Material weaknesses identified :	_____	yes	_____	no
Significant deficiencies identified :	_____	yes	_____	none reported

Noncompliance material to financial statements noted :

	_____	yes	_____	no
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Federal Awards

Internal control over major programs :

Material weaknesses identified :	_____	yes	_____	no
Significant deficiencies identified :	_____	yes	_____	none reported

Type of auditors' report issued on compliance for major federal programs : Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)

	_____	yes	_____	no
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Identification of major federal programs :

Covid-19 Coronavirus State and Local Fiscal Recovery Funds:
ALN 21.027

Dollar threshold used to distinguish between type A and type B programs : \$750,000

Auditee qualified as low risk :

	_____	yes	_____	no
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B. Findings – Financial Statements Audit: None

C. Findings and Questioned Costs – Major Federal Award Programs Audit: None

Town of Sibley
Sibley, Louisiana
Summary Schedule of Prior Year Audit Findings
Schedule For Louisiana Legislative Auditor
June 30, 2025

There were no findings for the prior year audit for the year ended June 30, 2024.

Summary Schedule of Current Year Audit Findings
for the Louisiana Legislative Auditor
June 30, 2025

There are no findings for the current year audit for the year ended June 30, 2025.

COOK & MOREHART

Certified Public Accountants

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Independent Accountants' Report on Applying Agreed-Upon Procedures

To the Honorable Robert Smart, Mayor
And the Town Council
Town of Sibley
Sibley, Louisiana
and the Louisiana Legislative Auditor

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

The Town of Sibley has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of the engagement, which is to perform specified procedures on the C/C areas identified in LLA's SAUPs for the fiscal period July 1, 2024 through June 30, 2025. Additionally, LLA has agreed to and acknowledged that the procedures performed are appropriate for its purposes. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

The procedures and associated findings are as follows:

1) *Written Policies and Procedures*

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

2) *Board or Finance Committee*

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

3) *Bank Reconciliations*

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

4) **Collections (excluding electronic funds transfers)**

- A. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

Management provided the requested information, along with management's representation that the listing is complete.

- B. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (e.g., 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if there are no written policies or procedures, then inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that

- i. Employees responsible for cash collections do not share cash drawers/registers;
- ii. Each employee responsible for collecting cash is not also responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g., pre-numbered receipts) to the deposit;
- iii. Each employee responsible for collecting cash is not also responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit; and
- iv. The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions, is (are) not also responsible for collecting cash, unless another employee/official verifies the reconciliation.

Procedures performed. Noted the following exception:

Exception: Employees responsible for collections share cash drawers.

- C. Obtain from management a copy of the bond or insurance policy for theft covering all employees who have access to cash. Observe that the bond or insurance policy for theft was in force during the fiscal period.

Procedures performed. No exceptions noted.

- D. Randomly select two deposit dates for each of the 5 bank accounts selected for Bank Reconciliations procedure #3A (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternatively, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

- i. Observe that receipts are sequentially pre-numbered.
- ii. Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
- iii. Trace the deposit slip total to the actual deposit per the bank statement.
- iv. Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100 and the cash is stored securely in a locked safe or drawer).
- v. Trace the actual deposit per the bank statement to the general ledger.

Procedures performed. No exceptions noted.

5) ***Non-Payroll Disbursements (excluding card purchases/payments, travel reimbursements, and petty cash purchases)***

- A. Obtain a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).

Management provided the requested information, along with management's representation that the listing is complete.

- B. For each location selected under procedure #5A above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, then inquire of employees about their job duties), and observe that job duties are properly segregated such that

- i. At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order or making the purchase;
- ii. At least two employees are involved in processing and approving payments to vendors;
- iii. The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files;
- iv. Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments; and
- v. Only employees/officials authorized to sign checks approve the electronic disbursement (release) of funds, whether through automated clearinghouse (ACH), electronic funds transfer (EFT), wire transfer, or some other electronic means.

Procedures performed. Noted the following exception:

Exception: The employee responsible for processing payments also adds/modifies vendor files.

- C. For each location selected under procedure #5A above, obtain the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction, and

- i. Observe whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice and supporting documentation indicates that deliverables included on the invoice were received by the entity, and
- ii. Observe whether the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under procedure #5B above, as applicable.

Procedures performed. No exceptions noted.

- D. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3A, randomly select 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observe that each electronic disbursement was (a) approved by only those persons authorized to disburse funds (e.g., sign checks) per the entity's policy, and (b) approved by the required number of authorized signers per the entity's policy. Note: If no electronic payments were made from the main operating account during the month selected the practitioner should select an alternative month and/or account for testing that does include electronic disbursements.

Procedures performed. No exceptions noted.

6) Credit Cards/Debit Cards/Fuel Cards/P-Cards

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

7) Travel and Travel-Related Expense Reimbursements (excluding card transactions)

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

8) Contracts

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

9) Payroll and Personnel

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

10) Ethics

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

11) Debt Service

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

12) Fraud Notice

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

13) Information Technology Disaster Recovery/Business Continuity

Testing not required in year 2.

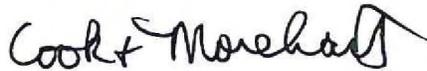
14) Prevention of Sexual Harassment

Testing not required for this area for the fiscal period July 1, 2024 to June 30, 2025, due to no exceptions being noted in prior year.

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

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

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



Cook & Morehart
Certified Public Accountants
December 18, 2025



Town Of Sibley

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345 N. Main Street
Sibley, Louisiana 71073
Phone (318) 377-0345 Fax (318) 377-0361

MAYOR
Robert Smart

TOWN CLERK
Sherry McCann, LMMC

ALDERMEN
Wayne Bolton
Pam Chanler
Richard Davis
John Langford
Keith Merritt

December 18, 2025

Cook & Morehart, CPAs
1215 Hawn Ave
Shreveport, LA 71107

Town of Sibley submits the following response to the exceptions identified in the Statewide Agreed-Upon Procedures Report for the year ended June 30, 2025 :

Exception: Employees responsible for collections share cash drawers.

Management's Response: The Town Clerk or Assistant Town Clerk reconciles all daily collections independent of the employees responsible for collecting.

Exception: The employee responsible for processing payments also adds/modifies vendor files.

Management's Response: Management will consider additional controls but due to the Town's size and number of employees, it may not be feasible to implement those controls.

Sincerely,

Robert Smart
Mayor
Town of Sibley