

**VILLAGE OF MOREAUVILLE, LOUISIANA**

Financial Report

Year Ended June 30, 2025

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## INDEPENDENT AUDITOR'S REPORT

The Honorable Beryl Holmes, Mayor  
and Members of the Board of Aldermen  
Village of Moreauville, Louisiana

### Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the Village of Moreauville, Louisiana 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Village of Moreauville, Louisiana, 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 these 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 Village of Moreauville, Louisiana'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.

### **Auditor's 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 generally accepted auditing standards 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 judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment 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 the Village of Moreauville, Louisiana'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 the Village of Moreauville, Louisiana'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 budgetary comparison information, schedule of employer's share of net pension liability, and schedule of employer contributions on pages 39 through 44 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 inquiries with management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

### **Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Moreauville, Louisiana's basic financial statements. The accompanying justice system funding schedule on page 48 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such 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. The 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 procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the justice system funding schedule is fairly stated in all material respects in relation to the basic financial statements as a whole.

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the budgetary comparison schedules on pages 46 through 47, the schedule of number of utility customers, schedule of insurance in force, comparative statement of revenues and expenses, utility rate schedule and the accounts receivable aging schedule on pages 49 through 53 but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated October 9, 2025, on our consideration of the Village of Moreauville, 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 Village of Moreauville, Louisiana'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 Village of Moreauville, Louisiana's internal control over financial reporting and compliance.

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

Alexandria, Louisiana  
October 9, 2025

## **BASIC FINANCIAL STATEMENTS**

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

VILLAGE OF MOREAUVILLE, LOUISIANA

Statement of Net Position

June 30, 2025

	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 382,846	\$ 253,676	\$ 636,522
Interest bearing deposits	18,609	-	18,609
Receivables	39,186	97,328	136,514
Inventory	-	3,443	3,443
Prepaid items	12,089	5,369	17,458
Due from other governmental agencies	21,478	-	21,478
Restricted assets:			
Cash and cash equivalents	-	327,910	327,910
Capital assets:			
Non depreciable capital assets	19,053	162,915	181,968
Depreciable capital assets, net	<u>793,726</u>	<u>1,788,243</u>	<u>2,581,969</u>
Total assets	<u>1,286,987</u>	<u>2,638,884</u>	<u>3,925,871</u>
Deferred outflows of resources	<u>157,293</u>	<u>-</u>	<u>157,293</u>
<b>LIABILITIES</b>			
Accounts and other payables	19,954	27,436	47,390
Construction contracts payable	-	9,239	9,239
Customers deposits payable	-	140,667	140,667
Due to other governmental agencies	5,946	-	5,946
Long-term liabilities:			
Portion due within one year -			
Lease payable	<u>-</u>	<u>42,667</u>	<u>42,667</u>
Total current liabilities	25,900	220,009	245,909
Net pension liability	<u>245,063</u>	<u>-</u>	<u>245,063</u>
Total liabilities	<u>270,963</u>	<u>220,009</u>	<u>490,972</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows of resources - pensions	49,012	-	49,012
Deferred inflows of resources - grant revenues	<u>-</u>	<u>182,140</u>	<u>182,140</u>
Total deferred inflows of resources	<u>49,012</u>	<u>182,140</u>	<u>231,152</u>
<b>NET POSITION</b>			
Net investment in capital assets	812,779	1,908,491	2,721,270
Nonspendable	12,089	8,812	20,901
Restricted for:			
Public works and public safety	59,769	-	59,769
Unrestricted	<u>239,668</u>	<u>319,432</u>	<u>559,100</u>
Total net position	<u>\$ 1,124,305</u>	<u>\$ 2,236,735</u>	<u>\$ 3,361,040</u>

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

VILLAGE OF MOREAUVILLE, LOUISIANA

Statement of Activities  
For the Year Ended June 30, 2025

Activities	Expenses	Program Revenues			Net (Expense) Revenues and Changes in Net Position		
		Fees, Fines, and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental activities:							
General government	\$ 468,611	\$ -	\$ -	\$ -	\$ (468,611)	\$ -	\$ (468,611)
Public safety:							
Police	375,354	157,956	12,340	-	(205,058)	-	(205,058)
Fire	21,009	-	-	-	(21,009)	-	(21,009)
Recreation	38,881	-	-	-	(38,881)	-	(38,881)
Public works	55,701	-	-	26,146	(29,555)	-	(29,555)
Total governmental activities	959,556	157,956	12,340	26,146	(763,114)	-	(763,114)
Business-type activities:							
Gas and water	685,397	940,162	-	98	-	254,863	254,863
Sewer	175,492	152,264	-	158,922	-	135,694	135,694
Total business-type activities	860,889	1,092,426	-	159,020	-	390,557	390,557
Total	\$ 1,820,445	\$ 1,250,382	\$ 12,340	\$ 185,166	(763,114)	390,557	(372,557)
General revenues:							
Taxes -							
Property taxes, levied for general purposes					23,080	-	23,080
Sales and use taxes, levied for general purposes					249,461	-	249,461
Franchise taxes					54,659	-	54,659
Intergovernmental					3,075	-	3,075
Licenses and permits					52,821	-	52,821
Nonemployer pension contributions					7,036	-	7,036
Interest and investment earnings					664	10,589	11,253
Miscellaneous					45,149	-	45,149
Transfers					335,253	(335,253)	-
Total general revenues and transfers					771,198	(324,664)	446,534
Change in net position					8,084	65,893	73,977
Net position, beginning					1,116,221	2,170,842	3,287,063
Net position, ending					\$ 1,124,305	\$ 2,236,735	\$ 3,361,040

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

**FUND FINANCIAL STATEMENTS (FFS)**

VILLAGE OF MOREAUVILLE, LOUISIANA

Balance Sheet  
Governmental Funds  
June 30, 2025

	General	Sales Tax Fund	Totals
<b>ASSETS</b>			
Cash and cash equivalents	\$ 356,744	\$ 26,102	\$ 382,846
Interest bearing deposits	3,533	15,076	18,609
Receivables:			
Franchise fees	12,481	-	12,481
Taxes	711	24,524	25,235
Other	1,281	189	1,470
Due from other governmental agencies	21,478	-	21,478
Prepaid items	12,089	-	12,089
Total assets	<u>\$ 408,317</u>	<u>\$ 65,891</u>	<u>\$ 474,208</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts and other payables	\$ 19,778	\$ 176	\$ 19,954
Due to other governmental agencies	<u>-</u>	<u>5,946</u>	<u>5,946</u>
Total liabilities	<u>19,778</u>	<u>6,122</u>	<u>25,900</u>
Fund balances:			
Nonspendable-prepaid	12,089	-	12,089
Unassigned	<u>376,450</u>	<u>59,769</u>	<u>436,219</u>
Total fund balances	<u>388,539</u>	<u>59,769</u>	<u>448,308</u>
Total liabilities and fund balances	<u>\$ 408,317</u>	<u>\$ 65,891</u>	<u>\$ 474,208</u>

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

VILLAGE OF MOREAUVILLE, LOUISIANA

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

Total fund balances for governmental funds	\$ 448,308
Capital assets, net	812,779
Long-term liabilities:	
Net pension liability	(245,063)
Deferred outflows of resources	157,293
Deferred inflows of resources	<u>(49,012)</u>
Net position	<u><u>\$ 1,124,305</u></u>

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

VILLAGE OF MOREAUVILLE, LOUISIANA

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

	General	Sales Tax Fund	Totals
Revenues:			
Taxes	\$ 23,080	\$ 249,461	\$ 272,541
Licenses and permits	52,821	-	52,821
Franchise fees	54,659	-	54,659
Intergovernmental	41,561	-	41,561
Fines and forfeits	157,956	-	157,956
Rental income	12,950	-	12,950
Miscellaneous	32,525	338	32,863
Total revenues	<u>375,552</u>	<u>249,799</u>	<u>625,351</u>
Expenditures:			
General government	462,756	3,058	465,814
Public safety:			
Police	305,910	304	306,214
Fire	-	21,009	21,009
Recreation	23,538	-	23,538
Streets	3,114	-	3,114
Capital outlay	12,143	-	12,143
Total expenditures	<u>807,461</u>	<u>24,371</u>	<u>831,832</u>
Excess (deficiency) of revenues over expenditures	<u>(431,909)</u>	<u>225,428</u>	<u>(206,481)</u>
Other financing sources (uses):			
Transfers in	555,871	-	555,871
Transfers out	<u>(1,268)</u>	<u>(219,350)</u>	<u>(220,618)</u>
Total other financing sources (uses)	<u>554,603</u>	<u>(219,350)</u>	<u>335,253</u>
Net changes in fund balances	122,694	6,078	128,772
Fund balances, beginning	<u>265,845</u>	<u>53,691</u>	<u>319,536</u>
Fund balances, ending	<u>\$ 388,539</u>	<u>\$ 59,769</u>	<u>\$ 448,308</u>

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

VILLAGE OF MOREAUVILLE, 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

Total net changes in fund balances per Statement of Revenues, Expenditures and Changes in Fund Balances		\$ 128,732
Capital assets:		
Capital outlay	\$ 12,143	
Depreciation expense	<u>(89,415)</u>	(77,272)
Effect of change in net pension liability, and the related deferred outflows and inflows of resources		
Nonemployer pension contributions recognized	7,036	
Change in pension expense	<u>(50,452)</u>	<u>(43,416)</u>
Total change in net position per Statement of Activities		<u>\$ 8,044</u>

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

VILLAGE OF MOREAUVILLE, LOUISIANA

Statement of Net Position  
Proprietary Fund - Enterprise Fund  
June 30, 2025

	Gas and Water Utility	Sewer Utility	Totals
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 210,974	\$ 42,702	\$ 253,676
Receivables:			
Accounts, net	74,077	20,166	94,243
Accrued interest	1,581	1,504	3,085
Inventory	3,443	-	3,443
Prepaid items	5,369	-	5,369
Total current assets	<u>295,444</u>	<u>64,372</u>	<u>359,816</u>
Noncurrent assets:			
Restricted assets -			
Cash and cash equivalents	140,667	187,243	327,910
Capital assets -			
Non depreciable capital assets	23,655	139,260	162,915
Depreciable capital assets, net	<u>570,483</u>	<u>1,217,760</u>	<u>1,788,243</u>
Total noncurrent assets	<u>734,805</u>	<u>1,544,263</u>	<u>2,279,068</u>
Total assets	<u>1,030,249</u>	<u>1,608,635</u>	<u>2,638,884</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts and other payables	27,050	386	27,436
Construction contracts payable	-	9,239	9,239
Lease payable	<u>42,667</u>	<u>-</u>	<u>42,667</u>
Total current liabilities	<u>69,717</u>	<u>9,625</u>	<u>79,342</u>
Noncurrent liabilities:			
Customers' deposits	<u>140,667</u>	<u>-</u>	<u>140,667</u>
Total liabilities	<u>210,384</u>	<u>9,625</u>	<u>220,009</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows of resources - grant revenues	<u>-</u>	<u>182,140</u>	<u>182,140</u>
<b>NET POSITION</b>			
Net investment in capital assets	551,471	1,357,020	1,908,491
Nonspendable	8,812	-	8,812
Unrestricted	<u>259,582</u>	<u>59,850</u>	<u>319,432</u>
Total net position	<u>\$ 819,865</u>	<u>\$ 1,416,870</u>	<u>\$ 2,236,735</u>

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

# VILLAGE OF MOREAUVILLE, LOUISIANA

## Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Fund - Enterprise Fund For the Year Ended June 30, 2025

	Gas and Water Utility	Sewer Utility	Totals
Operating revenues:			
Charges for services -			
Gas charges	\$ 503,227	\$ -	\$ 503,227
Water service charges	372,852	-	372,852
Sewer service charges	-	152,264	152,264
Installation and other charges	<u>64,083</u>	<u>-</u>	<u>64,083</u>
Total operating revenues	940,162	152,264	1,092,426
Operating expenses:			
Salaries and related benefits	173,588	28,877	202,465
Gas purchased	126,454	-	126,454
Water purchased	118,185	-	118,185
Supplies	54,426	5,485	59,911
Maintenance and repairs	22,529	15,242	37,771
Gas and oil	10,914	4,829	15,743
Utilities and telephone	1,218	35,961	37,179
Depreciation expense	70,736	83,450	154,186
Other operating expenses	<u>105,176</u>	<u>1,648</u>	<u>106,824</u>
Total operating expenses	<u>683,226</u>	<u>175,492</u>	<u>858,718</u>
Operating income (loss)	<u>256,936</u>	<u>(23,228)</u>	<u>233,708</u>
Nonoperating revenues (expenses):			
Federal grant revenues	98	135,082	135,180
State grant revenues	-	23,840	23,840
Interest income	10,589	-	10,589
Interest expense	<u>(2,171)</u>	<u>-</u>	<u>(2,171)</u>
Total nonoperating revenues (expenses)	<u>8,516</u>	<u>158,922</u>	<u>167,438</u>
Income before transfers	<u>265,452</u>	<u>135,694</u>	<u>401,146</u>
Transfers in (out):			
General Fund	(269,471)	(65,782)	(335,253)
Gas and Water Utility Fund	-	7,957	7,957
Sewer Utility Fund	<u>(7,957)</u>	<u>-</u>	<u>(7,957)</u>
Total transfers in (out)	<u>(277,428)</u>	<u>(57,825)</u>	<u>(335,253)</u>
Change in net position	(11,976)	77,869	65,893
Net position, beginning	<u>831,841</u>	<u>1,339,001</u>	<u>2,170,842</u>
Net position, ending	<u>\$ 819,865</u>	<u>\$ 1,416,870</u>	<u>\$ 2,236,735</u>

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

VILLAGE OF MOREAUVILLE, LOUISIANA

Statement of Cash Flows  
Proprietary Fund - Enterprise Fund  
For the Year Ended June 30, 2025

	Gas and Water Utility	Sewer Utility	Totals
Cash flows from operating activities:			
Receipts from customers	\$ 881,522	\$ 152,796	\$ 1,034,318
Payments to suppliers	(424,305)	(67,192)	(491,497)
Payments to employees	(173,588)	(28,877)	(202,465)
Other receipts	64,083	(1,492)	62,591
Net cash provided by operating activities	<u>347,712</u>	<u>55,235</u>	<u>402,947</u>
Cash flows from noncapital financing activities:			
Cash paid to other funds	(269,471)	(65,782)	(335,253)
Cash received from other funds	<u>(7,957)</u>	<u>7,957</u>	<u>-</u>
Net cash used by noncapital financing activities	<u>(277,428)</u>	<u>(57,825)</u>	<u>(335,253)</u>
Cash flows from capital and related financing activities:			
Receipts from other governments	98	-	98
Principal paid on lease	(41,271)	-	(41,271)
Interest and fiscal charges paid on lease	(2,171)	-	(2,171)
State grant revenues	-	23,840	23,840
Capital purchases	<u>-</u>	<u>(133,019)</u>	<u>(133,019)</u>
Net cash used by capital and related financing activities	<u>(43,344)</u>	<u>(109,179)</u>	<u>(152,523)</u>
Cash flows from investing activities:			
Purchase of interest-bearing deposits	(7,842)	-	(7,842)
Interest received on interest-bearing deposits	<u>10,589</u>	<u>-</u>	<u>10,589</u>
Net cash provided by investing activities	<u>2,747</u>	<u>-</u>	<u>2,747</u>
Net change in cash and cash equivalents	29,687	(111,769)	(82,082)
Cash and cash equivalents, beginning of period	<u>66,456</u>	<u>341,714</u>	<u>408,170</u>
Cash and cash equivalents, end of period	<u>\$ 96,143</u>	<u>\$ 229,945</u>	<u>\$ 326,088</u>

(continued)

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

VILLAGE OF MOREAUVILLE, LOUISIANA

Statement of Cash Flows  
Proprietary Fund - Enterprise Fund (continued)  
For the Year Ended June 30, 2025

	Gas and Water Utility	Sewer Utility	Totals
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	\$ 256,936	\$ (23,228)	\$ 233,708
Adjustments to reconcile operating income (loss)			
Depreciation	70,736	83,450	154,186
(Increase) decrease in assets:			
Accounts receivable	2,572	532	3,104
Interest receivable	-	(1,492)	(1,492)
Prepaid items	6,060	972	7,032
Increase (decrease) in liabilities:			
Accounts payable	8,537	(4,999)	3,538
Customer deposits	2,871	-	2,871
Net cash provided by operating activities	<u>\$ 347,712</u>	<u>\$ 55,235</u>	<u>\$ 402,947</u>
Reconciliation of cash and cash equivalents per statement of cash flows to the statement of net position:			
Cash and cash equivalents, beginning of period -			
Cash and cash equivalents - unrestricted	\$ 176,316	\$ 24,492	\$ 200,808
Cash and cash equivalents - restricted	137,796	317,222	455,018
Less: Interest-bearing deposits with maturity in excess of 90 days	<u>(247,656)</u>	<u>-</u>	<u>(247,656)</u>
Total cash and cash equivalents, beginning of period	<u>66,456</u>	<u>341,714</u>	<u>408,170</u>
Cash and cash equivalents, end of period -			
Cash - unrestricted	\$ 210,974	\$ 42,702	\$ 253,676
Cash - restricted	140,667	187,243	327,910
Less: Interest-bearing deposits with maturity in excess of 90 days	<u>(255,498)</u>	<u>-</u>	<u>(255,498)</u>
Total cash and cash equivalents, end of period	<u>96,143</u>	<u>229,945</u>	<u>326,088</u>
Net change in cash and cash equivalents	<u>\$ 29,687</u>	<u>\$ (111,769)</u>	<u>\$ (82,082)</u>

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

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

#### (1) Summary of Significant Accounting Policies

The accompanying financial statements of the Village of Moreauville, Louisiana (hereinafter, “the Village”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and more significant accounting policies are discussed in subsequent subsections of this note.

##### A. Financial Reporting Entity

The Village was incorporated in 1904 under the provisions of the Lawrason Act. The Village operates under a Mayor-Board of Aldermen form of government and provides the following services: public safety (police and fire), highway and streets, sanitation, culture-recreation, public improvements, planning and zoning, and general administrative services.

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

Based on the foregoing criteria, the volunteer fire department, as a governmental organization, is not part of the Village and is thus excluded from the accompanying financial statements. This organization is staffed by volunteers and although the Village does provide some of its financing, no control is exercised over its operations. These financial statements include only expenditures incurred directly by the Village for fire protection and do not include operating expenditures paid with self-generated funds of the volunteer fire department.

##### B. Basis of Presentation

###### Government-Wide Financial Statements (GWFS)

The government-wide financial statements provide operational accountability information for the Village as an economic unit. The government-wide financial statements report the Village’s ability to maintain service levels and continue to meet its obligations as they come due. The statements include all governmental activities and all business-type activities of the primary government.

###### Fund Financial Statements

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

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

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

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

The major funds of the Village are described below:

#### Governmental Funds –

##### General Fund

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

##### Special Revenue Fund

The Sales Tax Fund accounts for the proceeds of a 1% and a 1/2% sales and use tax that is legally restricted to expenditures for specific purposes.

#### Proprietary Funds –

Proprietary funds are used to account for ongoing operations and activities that are similar to those often found in the private sector. The measurement focus is based upon the determination of net income, financial position, and cash flows.

##### Enterprise Funds

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis is financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The Gas and Water Utility Fund and the Sewer Utility Fund comprise the Village's Enterprise Funds.

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

#### C. Measurement Focus/Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” revenues, expenditures, expenses, and transfers – and assets, deferred outflows of resources, liabilities, and deferred inflows of resources – are recognized in the accounts and reported in the financial statements.

##### Measurement Focus

On the government-wide statement of net position and the statement of activities, governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position (or cost recovery), and financial position. All assets and liabilities (whether current or noncurrent) associated with its activities are reported. Government-wide fund equity is classified as net position.

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

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

##### Basis of Accounting

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

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

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

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

#### Program revenues

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

#### Allocation of indirect expenses

The Village reports all direct expenses by function in the statement of activities. Direct expenses are those that are clearly identifiable with a function. Indirect expenses of other functions are not allocated to those functions but are reported separately in the statement of activities. Depreciation expense is specifically identifiable by function and is included in the direct expense of each function. Interest on long-term debt related to business activities is reported in the statement of activities as direct expenses in the functions of Gas and Water in the amount of \$2,171.

#### D. Assets, Deferred Outflows, Liabilities, Deferred Inflows and Equity

##### Cash, cash equivalents and interest-bearing deposits

For the purposes of the statement of net position, cash and cash equivalents include all demand accounts, savings accounts, certificates of deposits, and interest-bearing deposits of the Village.

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

##### Receivables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivable balances for the governmental activities include sales and use taxes and franchise fees. Business-type activities report customers'

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

utility service receivables as their major receivables. Uncollectible amounts due from customers' utility receivables are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the receivable is uncollectible. Unbilled utility service receivables resulting from utility services rendered between the date of meter reading billing and the end of the month, are recorded at year-end. No allowance for doubtful accounts is reported at June 30, 2025.

#### Interfund receivables and payables

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

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

#### Inventory

Purchases of natural gas held in storage are recorded as expenses at the time purchased and are valued at cost. Inventory of natural gas held in storage is adjusted at year-end. The first-in first-out method of inventory valuation is used.

#### Prepaid Items

Payments made to vendors for services and/or supplies that will benefit periods beyond June 30, 2025 are recorded as prepaid items.

#### Restricted Assets

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

#### Capital Assets

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

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Prior to July 1, 2003, governmental funds' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Lines and other system installations	10 - 50 years
Vehicles and movable equipment	5 - 25 years
Buildings	10 - 60 years

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

#### Long-term debt

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

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in the government-wide statements. The Village's long-term debt consists of a capital lease payable.

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

#### Compensated Absences

Employees of the Village may accumulate up to a total of 20 days of vacation and sick time each year. Upon resignation or termination employees are not paid for any accumulated time.

#### Deferred Outflows of Resources and Deferred Inflows of Resources

In addition to assets, the statement of net 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 or fund balance that applies to a future period and thus, will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position or fund

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

balance that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

#### Equity Classifications

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

1. Net investment in capital assets - consists of net capital assets, reduced by the outstanding balances of any related debt obligations and deferred inflows of resources attributable to the acquisition, construction, or improvement of those assets and increased by balances of deferred outflows of resources related to those assets.
2. Restricted net position – consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. Restricted net position is reduced by liabilities and deferred inflows of resources related to the restricted assets.
3. Unrestricted net position – consists of all other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

In the fund financial statements, governmental fund equity is classified as fund balance. Fund balance reports aggregate amounts for five classifications based on the constraints imposed on the use of these resources. As such, fund balances of the governmental funds are classified as follows:

1. Non-spendable – amounts that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained intact. The Village’s non-spendable fund balance includes prepaid items and inventory.
2. Restricted – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
3. Committed – amounts that can be used only for specific purposes determined by a formal decision of the Village’s Mayor and Board of Aldermen, which is the highest level of decision-making authority for the Village. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by board members.
4. Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes determined by a formal decision of the Mayor and Board of Aldermen.

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

#### 5. Unassigned – all other spendable amounts.

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

Proprietary fund equity is classified the same as in the government-wide financial statements.

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

##### Operating Revenues and Expenses

Operating revenues and expenses for proprietary funds are those that result from providing services and producing and delivering goods and/or services.

It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

##### Ad Valorem Revenues

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied by the Village in October and are billed to taxpayers in November. Billed taxes become delinquent on March 1 of the following year. The Avoyelles Parish Sheriff's Office collects property taxes on behalf of the Village using the assessed values determined by the tax assessor of Avoyelles Parish. Property tax revenues are recognized when levied to the extent that they result in current receivables.

##### Expenditures/Expenses

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

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

Governmental Funds - By Character

Proprietary Funds - By Operating and Nonoperating

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

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

#### Interfund Transfers

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

#### F. Revenue Restrictions

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

<u>Revenue Source</u>	<u>Legal Restrictions of Use</u>
Sales tax	See Note 2
Gas, water and sewer revenue	Debt service, utility operations, other lawful corporate purposes

#### G. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and revenues and expenses during the reporting period. These estimates include assessing the collectability of accounts receivable and the useful lives and impairment of tangible and intangible assets, among others. Estimates and assumptions are reviewed periodically, and the effects of revisions are reflected in the financial statements in the period they are determined to be necessary. Actual results could differ from those estimates.

#### (2) Dedication of Proceeds and Flow of Funds – Sales and Use Taxes

Proceeds of the 1% sales and use tax are dedicated to the following purposes:

1. Specifically, for the purpose of paying the cost of constructing sewers and sewerage disposal works and maintaining and operating the same; title to which shall be in the public.
2. Generally, for the constructing, re-surfacing, lighting and improving public streets, sidewalks and bridges; constructing, purchasing, improving, maintaining and operating recreational facilities and equipment; and constructing, acquiring or improving lands, buildings, any work of permanent public improvement, including equipment and furnishing, therefore, title to which shall be in the public.

Proceeds of the 1/2% sales tax is dedicated to operating, maintaining, and purchasing of supplies for the police, fire, and street departments. The 1/2% sales tax is allocated 1/8% to police, 1/8% to fire, and 1/4% to streets.

# VILLAGE OF MOREAUVILLE, LOUISIANA

## Notes to Basic Financial Statements

### (3) Cash and Interest-Bearing Deposits

Under state law, the Village may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Village may invest in direct obligations of the United States government, bonds, debentures, notes or other evidence of indebtedness issues or guaranteed by federal agencies and/or the United States government, and time certificates of deposit of the state banks organized under Louisiana law and national banks having principal offices in Louisiana.

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the Village's deposits may not be recovered, or the Village will not be able to recover the collateral securities that are in the possession of an outside party. These deposits are stated at cost, which approximates market. The Village does not have a policy for custodial credit risk; however, under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security, or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties.

Bank balances	\$ 986,528
Insurance	\$ 524,031
Uninsured and collateral held by the pledging bank not in the Village's name	462,497
Total	\$ 986,528

### (4) Restricted Assets - Proprietary Fund Type

Restricted assets in the amount of \$327,910 consisted of \$145,770 customer deposit funds and \$182,140 of unexpended grant revenues.

### (5) Capital Assets

Capital asset activity was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 19,053	\$ -	\$ -	\$ 19,053

VILLAGE OF MOREAUVILLE, LOUISIANA

Notes to Basic Financial Statements

	Beginning Balance	Additions	Deletions	Ending Balance
Other capital assets:				
Buildings and improvements	711,875	-	-	711,875
Infrastructure	682,535	-	-	682,535
Furniture, fixtures and Vehicles	309,030	12,143	-	321,173
Total capital assets being depreciated	1,703,440	12,143	-	1,715,583
Less accumulated depreciation:				
Buildings and improvements	308,178	54,246	-	362,424
Infrastructure	274,957	16,053	-	291,010
Furniture, fixtures and equipment	249,307	19,116	-	268,423
Total accumulated depreciation	832,442	89,415	-	921,857
Total capital assets being depreciated, net	870,998	(77,272)	-	793,726
Governmental activities, capital assets, net	\$ 890,051	\$ (77,272)	\$ -	\$ 812,779

Depreciation expense was charged to governmental activities as follows:

General government	\$ 2,797
Police	18,688
Recreation	15,343
Streets	52,587
Total depreciation expense	<u>\$ 89,415</u>

	Beginning Balance	Additions	Deletions	Ending Balance
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 22,614	\$ -	\$ -	\$ 22,614
Right of ways	1,041	-	-	1,041
Construction in progress	-	139,260	-	139,260
Total capital assets, not being depreciated	23,655	139,260	-	162,915

# VILLAGE OF MOREAUVILLE, LOUISIANA

## Notes to Basic Financial Statements

	Beginning Balance	Additions	Deletions	Ending Balance
Other capital assets:				
Gas and water system	2,292,122	-	-	2,292,122
Sewer system	4,035,883	2,998	-	4,038,881
Machinery and equipment	344,619	-	-	344,619
Totals	<u>6,672,624</u>	<u>2,998</u>	<u>-</u>	<u>6,675,622</u>
Less accumulated depreciation:				
Gas and water system	1,740,755	44,398	-	1,785,153
Sewer system	2,737,670	83,450	-	2,821,120
Machinery and equipment	254,768	26,338	-	281,106
Total accumulated depreciation	<u>4,733,193</u>	<u>154,186</u>	<u>-</u>	<u>4,887,379</u>
Total capital assets being depreciated, net	<u>1,939,431</u>	<u>(151,188)</u>	<u>-</u>	<u>1,788,243</u>
Business-type activities, capital assets, net	<u>\$ 1,963,086</u>	<u>\$ (11,928)</u>	<u>\$ -</u>	<u>\$ 1,951,158</u>

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

Gas and water	\$ 70,736
Sewer	<u>83,450</u>
Total depreciation expense	<u>\$ 154,186</u>

### (6) Unearned Grant Revenues

Unearned grant revenues of \$182,140 were related to federal funds received from the Coronavirus State and Local Recovery Fund.

### (7) Changes in Long-Term Liabilities

The following is a summary of debt transactions of the Village:

	Beginning Balance	Additions	Deletions	Ending Balance	Amount due in one year
Direct Placements /Borrowings					
Business-type activities					
Lease Payable	<u>\$ 83,938</u>	<u>\$ -</u>	<u>\$ 41,271</u>	<u>\$ 42,667</u>	<u>\$ 42,667</u>

# VILLAGE OF MOREAUVILLE, LOUISIANA

## Notes to Basic Financial Statements

Debts outstanding at June 30, 2025 were comprised of the following:

The Village entered into a \$366,948 Financial Purchase Agreement on April 11, 2016 for the purchase and installation of radio read gas and water utility meters. Monthly installments of \$3,620 are due through June 2026 at an annual interest rate of 3.334%. In the event of a default the Village may elect to cancel the agreement and surrender possession of the property under lease. However, under no circumstances is the Village liable for any amount in excess of the sum appropriated for the previous and current fiscal years, less all amounts previously due and paid during the previous and current fiscal years from amounts so appropriated.

\$ 42,667

Annual debt service requirements to maturity are as follows:

Capital lease is due as follows:

Year ending June 30,	Direct Placement Debt		
	Principal payments	Interest payments	Total
2026	<u>\$ 42,667</u>	<u>\$ 774</u>	<u>\$ 43,441</u>

### (8) Pension Plan

#### Municipal Employees Police Retirement System of Louisiana (MPERS) –

Plan Description: The Municipal Police Employees' Retirement System (MPERS) is the administrator of a cost-sharing multiple-employer plan. Membership in the MPERS is mandatory for any full-time police officer employed by a municipality of the State of Louisiana and engaged in law enforcement, empowered to make arrests, provided he or she does not have to pay social security and providing he or she meets the statutory criteria. MPERS provides retirement benefits for municipal police officers. The projections of benefit payments in the calculation of the total pension liability includes all benefits to be provided to current active and inactive employees through the system in accordance with benefit terms and any additional legal agreements to provide benefits that are in force at the measurement date. MPERS issues a publicly available financial report that may be obtained by writing to the Municipal Employees' Police Retirement System of Louisiana, 7722 Office Park Boulevard, Suite 200, Baton Rouge, Louisiana 70809, or by calling (225) 929-7411.

Benefit provisions are authorized within Act 189 of 1973 and amended by LRS 11:2211-11:2233. The following is a brief description of the plan and its benefits and is provided for general information purposes only. Participants should refer to the appropriate statutes for more complete information.

Membership Prior to January 1, 2013 - A member is eligible for regular retirement after he has been a member of the System and has 25 years of creditable service at any age or has 20 years of creditable service and is age 50 or has 12 years creditable service and is age 55. A member is eligible for early retirement after he has been a member of the System for 20 years of creditable service at any age with an

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

actuarially reduced benefit. Benefit rates are three and one-third percent of average final compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) per number of years of creditable service, not to exceed 100% of final salary. Upon the death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from forty to sixty percent of the member's average final compensation for the surviving spouse. In addition, each child under the age of eighteen receives benefits equal to ten percent of the member's average final compensation or \$200 per month, whichever is greater.

Membership Commencing January 1, 2013 - Member eligibility for regular retirement, early retirement, disability, and survivor benefits are based on Hazardous Duty and Non-Hazardous Duty sub plans. Under the Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the System and has 25 years of creditable service at any age or has 12 years of creditable service at age 55. Under the Non-Hazardous Duty sub plan, a member is eligible for regular retirement after he has been a member of the System and has 30 years of creditable service at any age, 25 years of creditable service at age 55, or 10 years of creditable service at age 60. Under both sub plans, a member is eligible for early retirement after he has been a member of the System for 20 years of creditable service at any age, with an actuarially reduced benefit from age 55.

Under the Hazardous and Non-Hazardous Duty sub plans, the benefit rates are three percent and two and a half percent, respectively, of average final compensation (average monthly earnings during the highest 60 consecutive months or joined months if service was interrupted) per number of years of creditable service not to exceed 100% of final salary.

Upon death of an active contributing member, or disability retiree, the plan provides for surviving spouses and minor children. Under certain conditions outlined in the statutes, the benefits range from twenty-five to fifty-five percent of the member's average final compensation for the surviving spouse. In addition, each child under eighteen receives ten percent of average final compensation or \$200 per month whichever is greater. If deceased member had less than ten years of service, beneficiary will receive a refund of employee contributions only.

Cost of Living Adjustments: The Board of Trustees is authorized to provide annual cost-of-living adjustments computed on the amount of the current regular retirement, disability, beneficiary or survivor's benefit, not to exceed 3% in any given year. The Board is authorized to provide an additional 2% COLA, computed on the member's original benefit, to all regular retirees, disability, survivors and beneficiaries who are 65 years of age or older on the cut-off date which determines eligibility. No regular retiree, survivor or beneficiary shall be eligible to receive a cost-of-living adjustment until benefits have been received at least one full fiscal year and the payment of such COLA, when authorized, shall not be effective until the lapse of at least one-half of the fiscal year. Members who elect early retirement are not eligible for a cost-of-living adjustment until they reach regular retirement age. A cost-of-living adjustment may only be granted if funds are available from interest earnings in excess of normal requirements, as determined by the actuary.

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

**Deferred Retirement Option Plan:** A member is eligible to elect to enter the deferred retirement option plan (DROP) when he is eligible for regular retirement based on the members' sub plan participation. Upon filing the application for the program, the employee's active membership in the MPERS is terminated. At the entry date into the DROP, the employee and employer contributions cease. The amount to be deposited into the DROP account is equal to the benefit computed under the retirement plan elected by the participant at date of application. The duration of participation in the DROP is thirty-six months or less. If employment is terminated after the three-year period, the participant may receive his benefits by lump sum payment or a true annuity. If employment is not terminated, active contributing membership in MPERS shall resume and upon later termination, he shall receive additional retirement benefit based on the additional service. For those eligible to enter DROP prior to January 1, 2004, DROP accounts shall earn interest subsequent to the termination of DROP participation at a rate of half of one percentage point below the percentage rate of return of MPERS's investment portfolio as certified by the actuary on an annual basis but will never lose money.

For those eligible to enter DROP subsequent to January 1, 2004, an irrevocable election is made to earn interest based of MPERS investment portfolio return or a money market investment return. This could result in a negative earnings rate being applied to the account. If the member elects a money market investment return, the funds are transferred to a government money market account.

**Initial Benefit Option Plan:** In 1999, the State Legislature authorized MPERS to establish an Initial Benefit Option program. Initial Benefit Option is available to members who are eligible for regular retirement and have not participated in DROP. The Initial Benefit Option program provides both a one-time single sum payment of up to 36 months of regular monthly retirement benefit, plus a reduced monthly retirement benefit for life. Interest is computed on the balance based on the same criteria as DROP.

**Employer Contributions:** Contributions for all members are actuarially determined as required by state law but cannot be less than 9% of the employees' earnable compensation excluding overtime but including state supplemental pay. For the year ended June 30, 2025, contribution rates due for employers and employees were 35.60% and 10.00%, respectively. Contributions to the pension plan from the Village totaled \$42,796.

**Non-employer Contributions:** The System also receives insurance premium tax monies as additional employer contributions. The tax is considered support received from a non-contributing entity and appropriated by the legislature each year based on an actuarial study. Non-employer contributions of \$7,036 are recognized as revenue during the year ending June 30, 2025 and excluded from pension expense.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:** At June 30, 2025 the Village reported a net liability of \$245,063 for its proportionate share of the Net Pension Liability. The Net Pension Liability was measured as of June 30, 2024, and the total pension liability used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date. The Village's proportion of the Net Pension Liability was based on a projection of the Village's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2025, the Village's proportion was 0.027%, which was a decrease of 0.007% from the prior year.

# VILLAGE OF MOREAUVILLE, LOUISIANA

## Notes to Basic Financial Statements

The Village reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows	Deferred Inflows
Difference between expected and actual experience	\$ 13,268	\$ 7,413
Changes of assumptions	-	-
Change in proportion and differences between the employer's contributions and the proportionate share of contributions	94,416	41,599
Net difference between projected and actual earnings on pension plan investments	6,813	-
Contributions subsequent to the measurement date	42,796	-
Total	<u>\$ 157,293</u>	<u>\$ 49,012</u>

Deferred outflows of resources of \$42,796 resulting from the Village's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the subsequent year.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (benefit) as follows:

Year Ended June 30:	
2026	\$ 52,873
2027	39,073
2028	(22,166)
2029	(4,295)
	<u>\$ 65,485</u>

Actuarial Assumptions: The net pension liability was measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees past periods of service, less the amount of the pension plan's fiduciary net position.

A summary of the actuarial methods and assumptions used in determining MPERS total pension liability are as follows:

Valuation Date	June 30, 2024
Actuarial Cost Method	Entry Age Normal Cost
Investment rate of return	6.750%, net of investment expense
Expected Remaining Service Lives	4 years
Inflation rate	2.5%

# VILLAGE OF MOREAUVILLE, LOUISIANA

## Notes to Basic Financial Statements

Salary increases, including inflation and merit	<u>Years of Service</u> 1-2 Above 2	<u>Salary Growth Rate</u> 12.30% 4.70%
Mortality	<p>For annuitants and beneficiaries, the Pub-2010 Public Retirement Plan Mortality Table for Safety Below-Median Healthy Retirees multiplied by 115% for males and 125% for females, each with full generational projection using the MP 2019 scale was used.</p> <p>For disabled lives, the Pub-2010 public Retirement Plans Mortality Table for Safety Disable Retirees multiplied by 105% for males and 115% for females, each with full generational projection using MP2019 scale was used.</p> <p>For employees, the Pub-2010 Public Retirement Plans Mortality Table for Safety Below-Median Employees multiplied by 115% for males and 125% for females, each with full generational projection using the MP2019 scale was used</p>	
Cost-of-Living Adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost-of-living increases. The present values do not include provisions for potential future increase not yet authorized by the Board of Trustees.	

The mortality rate assumption used was set based upon an experience study for the period of July 1, 2014, through June 30, 2019. A change was made full generational mortality which combines the use of a base mortality table with appropriate mortality improvement scales. In order to set the base mortality table, actual plan mortality experience was assigned a credibility weighting and combined with a standard table to produce current levels of mortality.

The best estimates of the arithmetic rates of return for each major asset class are included in the System's target allocation as of June 30, 2024, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Portfolio Real Rate of Return</u>
Equity	52.00%	3.14%
Fixed Income	34.00%	1.07%
Alternative	14.00%	1.03%
Totals	<u>100.00%</u>	5.24%
Inflation		<u>2.62%</u>
Expected Nominal Return		<u>7.86%</u>

# VILLAGE OF MOREAUVILLE, LOUISIANA

## Notes to Basic Financial Statements

Discount rate: The discount rate used to measure the total pension liability was 6.750%, which is the same as the discount rate used in the previous year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers will be made at the actuarially determined rates approved by PRSAC taking into consideration the recommendation of the System's actuary. Based on those assumptions, the System's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate: The following presents the net pension liability of the participating employers calculated using the discount rate of 6.750%, as well as what the employers' net pension liability would be if it were calculated using a discount rate that is one percentage point lower 5.750%, or one percentage point higher 7.750% than the current rate.

	1% Decrease 5.750%	Current Discount Rate 6.750%	1% Increase 7.750%
Net Pension Liability	\$ 364,035	\$ 245,063	\$ 145,744

### (9) Compensation, Benefits, and Other Payments to Mayor

The details of compensation, benefits, and other payments paid to Mayor, Beryl Holmes, for the year ended June 30, 2025, are as follows:

Purpose	Amount
Salary	\$ 26,400
Travel	1,459
Total	<u>\$ 27,859</u>

### (10) Compensation of Village Officials

A detail of compensation paid to the Alderman is as follows:

Elected Official	Term	Salary	Term Expiration
Shannon Sampson	4 years	\$ 5,150	December 31, 2026
Farrell Johnson	4 years	5,150	December 31, 2026
Timothy Hill	4 years	5,150	December 31, 2026
		<u>\$ 15,450</u>	

# VILLAGE OF MOREAUVILLE, LOUISIANA

## Notes to Basic Financial Statements

### (11) On-Behalf Payments

The State of Louisiana paid the Village's policemen \$12,340 of supplemental pay during the year ended June 30, 2025. Such payments are recorded as intergovernmental revenues and public safety expenditures in the government-wide and General Fund financial statements.

### (12) Interfund Transactions

Transfers consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
Major governmental funds:		
General Fund	\$ 555,871	\$ 1,268
Sales Tax Fund	-	219,350
Total governmental funds	<u>555,871</u>	<u>220,618</u>
Enterprise fund:		
Gas and water utility fund	-	277,428
Sewer utility fund	<u>7,957</u>	<u>65,782</u>
Total enterprise funds	<u>7,957</u>	<u>343,210</u>
Total	<u>\$ 563,828</u>	<u>\$ 563,828</u>

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

### (13) Litigation and Claims

The Village of Moreauville (Village) is currently engaged in litigation with the Municipal Police Employees' Retirement System of Louisiana (MPERS) regarding alleged unpaid contributions and assessments. As of June 30, 2025, The Village and MPERS are in ongoing settlement negotiations. Because the outcome of these negotiations cannot be predicted at this time, and the amount of potential loss to the Village cannot be reasonably estimated, no liability has been recorded in the accompanying financial statements. It is reasonably possible, however, that the resolution of this legal matter may result in a material obligation of the Village.

At June 30, 2025, an uninsured judgement awarded in prior years remains unpaid by the Village. However, appropriations to pay this award was not authorized by the Board of Aldermen during the current year.

## VILLAGE OF MOREAUVILLE, LOUISIANA

### Notes to Basic Financial Statements

(14) Risk Management

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

(15) Subsequent Event

In November 2024, the Village of Moreauville (Village) received approval for a \$2,300,000 loan under the Louisiana Department of Environmental Quality (LDEQ) Clean Water State Revolving Fund Loan Program. The loan proceeds are to be used to fund wastewater system improvements throughout the Village and is offered at a .95% low interest rate with principal repayments over a 20-year term. The loan also includes a principal forgiveness feature totaling up to \$1,000,000, depending on the total principal amount of the loan at the final loan draw down. The loan must be closed by October 31, 2025 or the Village's wastewater improvements project will be removed from the LDEQ's fundable list.

**REQUIRED  
SUPPLEMENTARY INFORMATION**

VILLAGE OF MOREAUVILLE, LOUISIANA  
General Fund

Budgetary Comparison Schedule  
For the Year Ended June 30, 2025

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 28,000	\$ 23,094	\$ 23,080	\$ (14)
Licenses and permits	59,970	40,237	52,821	12,584
Franchise fees	53,000	49,826	54,659	4,833
Intergovernmental	78,000	32,860	41,561	8,701
Fines and forfeits	105,000	159,789	157,956	(1,833)
Rental income	10,000	13,050	12,950	(100)
Miscellaneous	40,531	37,729	32,525	(5,204)
Total revenues	<u>374,501</u>	<u>356,585</u>	<u>375,552</u>	<u>18,967</u>
Expenditures:				
General government	339,500	417,155	462,756	(45,601)
Public safety -				
Police	282,800	297,496	305,910	(8,414)
Recreation	23,000	22,505	23,538	(1,033)
Streets	2,200	11,793	3,114	8,679
Capital outlay	78,000	4,334	12,143	(7,809)
Total expenditures	<u>725,500</u>	<u>753,283</u>	<u>807,461</u>	<u>(54,178)</u>
Deficiency of revenues over expenditures	<u>(350,999)</u>	<u>(396,698)</u>	<u>(431,909)</u>	<u>(35,211)</u>
Other financing sources:				
Transfers in	439,000	558,300	555,871	(2,429)
Transfers out	-	(800)	(1,268)	(468)
Total other financing sources	<u>439,000</u>	<u>557,500</u>	<u>554,603</u>	<u>(2,897)</u>
Change in fund balance	88,001	160,802	122,694	(38,108)
Fund balance, beginning	<u>265,845</u>	<u>265,845</u>	<u>265,845</u>	<u>-</u>
Fund balance, ending	<u>\$ 353,846</u>	<u>\$ 426,647</u>	<u>\$ 388,539</u>	<u>\$ (38,108)</u>

VILLAGE OF MOREAUVILLE, LOUISIANA  
Sales Tax Fund

Budgetary Comparison Schedule  
For the Year Ended June 30, 2025

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes -				
Sales	\$ 253,000	\$ 244,128	\$ 249,461	\$ 5,333
Other	-	-	338	338
Total revenues	<u>253,000</u>	<u>244,128</u>	<u>249,799</u>	<u>5,671</u>
Expenditures:				
General government				
Finance and administrative	-	3,100	3,058	42
Public safety -				
Police	-	300	304	(4)
Fire	<u>22,000</u>	<u>19,294</u>	<u>21,009</u>	<u>(1,715)</u>
Total expenditures	<u>22,000</u>	<u>22,694</u>	<u>24,371</u>	<u>(1,677)</u>
Excess of revenues over expenditures	<u>231,000</u>	<u>221,434</u>	<u>225,428</u>	<u>3,994</u>
Other financing uses:				
Transfers out	<u>(227,000)</u>	<u>(219,350)</u>	<u>(219,350)</u>	<u>-</u>
Change in fund balance	4,000	2,084	6,078	3,994
Fund balances, beginning	<u>53,691</u>	<u>53,691</u>	<u>53,691</u>	<u>-</u>
Fund balances, ending	<u><u>\$ 57,691</u></u>	<u><u>\$ 55,775</u></u>	<u><u>\$ 59,769</u></u>	<u><u>\$ 3,994</u></u>

VILLAGE OF MOREAUVILLE, LOUISIANA

Schedule of Employer's Share of Net Pension Liability  
For the Year Ended June 30, 2025

* Year ended June 30,	Employer Proportion of the Net Pension Liability (Asset)	Employer Proportionate Share of the Net Pension Liability (Asset)	Employer's Covered Payroll	Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
<b>Municipal Police Employees' Retirement System</b>					
2025	0.027%	\$ 245,063	\$ 95,351	257.0%	131.90%
2024	0.034%	\$ 354,645	\$ 113,716	311.9%	140.25%
2023	0.019%	\$ 197,966	\$ 56,790	348.6%	70.80%

\* The amounts presented have a measurement date of the previous fiscal year end.

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

VILLAGE OF MOREAUVILLE, LOUISIANA

Schedule of Employer Contributions  
For the Year Ended June 30, 2025

Year ended June 30,	Contractually Required Contribution	Contributions in Relation to Contractual Required Contribution	Contribution Deficiency (Excess)	Employer's Covered Payroll	Contributions as a Percentage of Covered Payroll
<b>Municipal Police Employees' Retirement System</b>					
2025	\$ 42,796	\$ 42,796	\$ -	\$ 120,213	35.60%
2024	\$ 32,348	\$ 32,348	\$ -	\$ 95,351	33.93%
2023	\$ 35,536	\$ 35,536	\$ -	\$ 113,716	31.25%

*This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.*

# VILLAGE OF MOREAUVILLE, LOUISIANA

## Notes to Required Supplementary Information For the Year Ended June 30, 2025

### (1) Retirement System

#### A. Changes in Benefit Terms

There were no changes in benefit terms.

#### B. Changes in Assumptions

Year ended June 30,	Discount Rate	Investment Rate of Return	Inflation Rate	Expected Remaining Service lives	Projected Salary Increase
<b>* Municipal Employees Police Retirement System (MPERS)</b>					
2025	6.750%	6.750%	2.500%	4	4.70% - 12.30%
2024	6.750%	6.750%	2.500%	4	4.70% - 12.30%
2023	6.750%	6.750%	2.500%	4	4.70% - 12.30%

*\* The amounts presented have a measurement date of the previous June 30.*

### (2) Budget and Budgetary Accounting

The Village follows the following procedures in establishing the budgetary data reflected in the financial statements:

1. The Mayor meets with the Board of Aldermen and Village Clerk to review the prior year revenue and expenditures as a basis for projecting the current fiscal year budget.
2. Anticipated changes from the prior year are considered and reflected in the projections.
3. Once adopted, the budget is made available for public inspection, and a budget summary is published in the Village's designated official journal.
4. The Village does not formally integrate its budget as a management tool.
5. All budgetary appropriations lapse at the end of each fiscal year.
6. Budgets for the General Fund and the Special Revenue Fund are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts are as originally adopted, or as amended by the Mayor and Board of Alderman. Such amendments were not material in relation to the original appropriation.

VILLAGE OF MOREAUVILLE, LOUISIANA

Notes to Required Supplementary Information  
For the Year Ended June 30, 2025

(3) Excess Expenditures over Appropriations

The General Fund and the Sales Tax Fund incurred expenditures in excess of appropriations.

## **OTHER SUPPLEMENTARY INFORMATION**

VILLAGE OF MOREAUVILLE, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Revenues  
For the Year Ended June 30, 2025

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Taxes:				
Ad valorem	\$ 28,000	\$ 23,094	\$ 23,080	\$ (14)
Franchise -				
Electric	47,500	44,326	46,757	2,431
Telephone	1,500	1,500	1,396	(104)
Cable TV	4,000	4,000	6,506	2,506
Total franchise fees	53,000	49,826	54,659	4,833
Licenses and permits:				
Insurance licenses	41,000	36,883	36,569	(314)
Alcohol permits	1,000	2,800	2,702	(98)
Occupational licenses	16,970	-	12,730	12,730
Building permits	1,000	554	820	266
Total licenses and permits	59,970	40,237	52,821	12,584
Intergovernmental:				
State of Louisiana -				
State grants	70,000	18,450	26,146	7,696
Beer taxes	2,800	1,470	475	(995)
Supplemental pay	-	12,940	12,340	(600)
Department of Transportation -				
Grass cutting	5,200	-	2,600	2,600
Total intergovernmental	78,000	32,860	41,561	8,701
Fines and forfeits:				
Fines and court costs	105,000	159,789	157,956	(1,833)
Recreation:				
Rental income	10,000	13,050	12,950	(100)
Miscellaneous:				
Interest income	30	14	326	312
Casino funds	13,000	7,500	2,762	(4,738)
Other sources	27,501	30,215	29,437	(778)
Total miscellaneous	40,531	37,729	32,525	(5,204)
Total revenues	\$ 374,501	\$ 356,585	\$ 375,552	\$ 18,967

VILLAGE OF MOREAUVILLE, LOUISIANA  
General Fund

Budgetary Comparison Schedule - Expenditures  
For the Year Ended June 30, 2025

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
General government -				
Administration:				
Salaries	\$ 130,200	\$ 117,648	\$ 128,989	\$ (11,341)
Payroll taxes	-	-	8,963	(8,963)
Insurance	48,000	84,560	101,431	(16,871)
Employee benefits	45,000	50,487	49,967	520
Legal and professional fees	72,000	88,754	89,557	(803)
Miscellaneous	<u>44,300</u>	<u>75,706</u>	<u>83,889</u>	<u>(8,183)</u>
Total general government	<u>339,500</u>	<u>417,155</u>	<u>462,796</u>	<u>(45,641)</u>
Public safety -				
Police:				
Salaries	172,300	180,896	194,894	(13,998)
Payroll taxes	21,000	-	14,706	(14,706)
Automobile expenses	22,000	30,504	27,916	2,588
Employee benefits	35,000	53,191	42,796	10,395
Supplies and equipment	9,600	13,005	5,720	7,285
Miscellaneous	<u>22,900</u>	<u>19,900</u>	<u>19,878</u>	<u>22</u>
Total police	<u>282,800</u>	<u>297,496</u>	<u>305,910</u>	<u>(8,414)</u>
Recreation -				
Materials and supplies	9,000	8,460	8,460	-
Community center:				
Other	<u>14,000</u>	<u>14,045</u>	<u>15,078</u>	<u>(1,033)</u>
Total recreation	<u>23,000</u>	<u>22,505</u>	<u>23,538</u>	<u>(1,033)</u>
Streets and sidewalks -				
Maintenance	<u>2,200</u>	<u>11,793</u>	<u>3,114</u>	<u>8,679</u>
Capital outlay -				
General government	-	-	5,128	(5,128)
Police department	3,000	2,814	7,015	(4,201)
Streets and sidewalks	<u>75,000</u>	<u>1,520</u>	<u>-</u>	<u>1,520</u>
Total capital outlay	<u>78,000</u>	<u>4,334</u>	<u>12,143</u>	<u>(7,809)</u>
Total expenditures	<u>\$ 725,500</u>	<u>\$ 753,283</u>	<u>\$ 807,501</u>	<u>\$ (54,218)</u>

VILLAGE OF MOREAUVILLE, LOUISIANA  
Moreauville, Louisiana

Justice System Funding Schedule - Collecting/Disbursing Entity  
As Required by ACT 87 of the 2020 Regular Legislative Session  
General Fund  
Cash Basis Presentation  
Year Ended June 30, 2025

	First Six Month Period Ended 12/31/2024	Second Six Month Period Ended 06/30/2025
<b>Beginning balance of amounts collected</b>	\$ -	\$ -
<b>Add: Collections</b>		
Criminal Court Costs/Fees	55,067	102,889
<b>Total collections</b>	55,067	102,889
<b>Less: Disbursements to Governments and Nonprofits</b>		
Louisiana Commission on Law Enforcement	1,845	3,072
Department of Treasury		
Crime Victims Reparation Fund/POST LE Training	195	579
Louisiana State Supreme Court -		
Case Management Information System	98	290
Louisiana Dept of Health		
Traumatic Head and Spinal Cord Injury Trust Fund	975	2,895
Central Louisiana Juvenile Detention Center	1,463	4,343
<b>Less: Amounts retained by collecting agency</b>		
Criminal Court Costs/Fees	50,491	91,710
<b>Total disbursements</b>	55,067	102,889
<b>Total ending balance of amounts collected but not disbursed/retained</b>	\$ -	\$ -

VILLAGE OF MOREAUVILLE, LOUISIANA  
Enterprise Fund  
Utility Fund

Schedule of Number of Utility Customers  
Years Ended June 30, 2025 and 2024

Records maintained by the Village indicated that the following number of customers were being serviced during the months of June, 2025 and 2024, respectively:

Department	2025	2024
Water and Gas:		
Commercial	28	28
Residential	1,476	1,506
Total	1,504	1,534
Sewerage::		
Commercial	10	10
Residential	480	480
Total	490	490

VILLAGE OF MOREAUVILLE, LOUISIANA

Schedule of Insurance In Force  
June 30, 2025

Description of Coverage	Assets Covered	Amount of Coverage	Insurance Company	Policy Number	Date of Expiration
Workers Compensation	Employees	\$100,000 per accident \$100,000 per employee \$500,000 policy limit	1st Insurance	155500-S	4/1/2026
Property Policy	Community Center	\$350,000/\$50000	1st Insurance	PEN0005129-05	4/1/2026
	Village Hall	\$350,000/\$50000			4/1/2026
	125,000 gal. water tower	\$350,000			
	50,000 gal. water tower	\$150,000			
	Bldgs. at water towers	\$50,000			
	Bldgs. at sewer plant	\$100,000			
General Liability	N/A	\$500,000 ea. Occurrence	1st Insurance	PEN0005129-05	4/1/2026
Liability	Vehicles	\$500,000 Combined	1st Insurance	PEN0005129-05	4/1/2026
Inland Marine	Contractor's Equipment	\$164,572	1st Insurance	PEN0005129-05	4/1/2026
	Water & Gas Meters	\$366,949			
Bond Insurance	Various Employees	\$50,000	1st Insurance	PEN0005129-05	4/1/2026

VILLAGE OF MOREAUVILLE, LOUISIANA  
Enterprise Fund - Utility Fund

Comparative Schedule of Revenues and Expenses  
Years Ended June 30, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Operating revenues:		
Gas sales	\$ 503,227	\$ 519,326
Water sales	372,852	286,876
Sewerage sales	152,264	140,040
Installation and other charges	<u>64,083</u>	<u>60,072</u>
Total operating revenues	<u>1,092,426</u>	<u>1,006,314</u>
Operating expenses		
Gas purchased	126,454	121,291
Water purchased	118,185	134,070
Salaries and related benefits	202,465	207,328
Depreciation	154,186	154,984
Maintenance and repairs	37,771	48,159
Supplies	59,911	55,960
Utilities and telephone	37,179	30,493
Gas and oil	15,743	18,077
Miscellaneous	<u>106,824</u>	<u>75,228</u>
Total operating expenses	<u>858,718</u>	<u>845,590</u>
Net operating income	<u>\$ 233,708</u>	<u>\$ 160,724</u>

VILLAGE OF MOREAUVILLE, LOUISIANA

Enterprise Fund

Utility Fund

Utility Rate Schedule

June 30, 2025

Records maintained by the Village indicated utility rates as follows:

Water, Sewerage, and Gas Dept.	Rate per Unit	Flat Rate	Minimum Charge
Water rates in Town-Residential	\$8.50 per thousand gals after 2,000 gals.	-	\$23.00 up to 2,000 gals.
Water rates out of Town-Residential	\$8.50 per thousand gals after 2,000 gals.		\$28.00 up to 2,000 gals.
Water rates-Commercial	\$9.50 per thousand gals after 2,000 gals.		\$50.00 up to 2,000 gals.
Sewer rates in Town-Residential	\$3.00 per thousand gals after 2,000 gals.	-	\$20.00 up to 2,000 gals.
Sewer rates out of Town-Residential	\$3.00 per thousand gals after 2,000 gals.		\$25.00 up to 2,000 gals.
Sewer rates-Commercial	\$3.00 per thousand gals after 2,000 gals.		\$150.00 up to 2,000 gals.
Gas rates - in town	Varies monthly; report provided by LMGA	\$ 7.00	\$.00716 per 1,000 mcf
Gas rates - out of town	Varies monthly; report provided by LMGA	\$ 8.00	\$.00716 per 1,000 mcf

VILLAGE OF MOREAUVILLE, LOUISIANA  
Enterprise Fund  
Utility Fund

Accounts Receivable Aging Schedule  
June 30, 2025

Records maintained by the Village indicated accounts receivables aging as follows:

Department	2025
<b>Water, Sewerage and Gas:</b>	
Current	\$ 56,338
30 to 60 days	-
61 to 90 days	518
Over 90 days	<u>37,387</u>
Total	<u><u>\$ 94,243</u></u>

**INTERNAL CONTROL, COMPLIANCE**  
**AND**  
**OTHER MATTERS**

# KOLDER, SLAVEN & COMPANY, LLC

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

The Honorable Beryl Holmes, Mayor  
and Members of the Board of Aldermen  
Village of Moreauville, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities and each major fund of the Village of Moreauville, Louisiana as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the Village of Moreauville, Louisiana's basic financial statements and have issued our report thereon dated October 9, 2025.

### Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Village of Moreauville, Louisiana'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 Village of Moreauville, Louisiana's internal control. Accordingly, we do not express an opinion on the effectiveness of the Village of Moreauville, Louisiana's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of

current and prior year findings and management's corrective action plan as items 2025-001, 2025-002 and 2025-003 that we consider to be significant deficiencies.

### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Village of Moreauville, Louisiana's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not the objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of current and prior year audit findings and management's corrective plan as item 2025-004.

### **Village of Moreauville, Louisiana's Response to Findings**

*Government Auditing Standards* require the auditor to perform limited procedures on the Village of Moreauville, Louisiana's response to the findings identified in our audit and described in the accompanying schedule of current and prior year findings and management's corrective action plan. The Village of Moreauville, Louisiana's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **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 Village of Moreauville, Louisiana's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Alexandria, Louisiana  
October 9, 2025

VILLAGE OF MOREAUVILLE, LOUISIANA

Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
Year Ended June 30, 2025

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

A. Internal Control Over Financial Reporting

2025-001 Inadequate Segregation of Accounting Functions

Fiscal year finding initially occurred: Unknown

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

CRITERIA: AU-C §315.04, *Understanding the Entity and its Environment and Assessing the Risks of Material Misstatement*, defines internal control as follows:

“Internal control is a process, affected by those charged with governance, management, and other personnel, designed to provide reasonable assurance about the achievement of objectives with regard to reliability of financial reporting, effectiveness and efficiency of operations, and compliance with applicable laws and regulations.”

CAUSE: The cause of the condition is the fact that the Village does not have a sufficient number of staff performing administrative and financial duties so as to provide adequate segregation of accounting and financial duties.

EFFECT: Failure to adequately segregate accounting and financial functions increases the risk that errors and/or irregularities including fraud and/or defalcations may occur and not be prevented and/or detected.

RECOMMENDATION: Management should reassign incompatible duties among different employees to ensure that a single employee does not have control of more than one of the following responsibilities: (1) authorization; (2) custody; (3) recordkeeping; and (4) reconciliation.

MANAGEMENT'S CORRECTIVE ACTION PLAN: The Village concurs with the audit finding. Due to the size of staffing, the achievement of adequate segregation of duties is desirable, but cost prohibitive. All efforts are made to segregate duties where feasible. In an effort to establish more sound controls the Board of Aldermen monitors activity and account balances in all funds.

2025-002 Application of Generally Accepted Accounting Principles (GAAP)

Fiscal year finding initially occurred: 2007

CONDITION: Management and staff lack the expertise and/or experience in the selection and application of generally accepted accounting principles, as applicable to governmental entities in the financial statement preparation process.

VILLAGE OF MOREAUVILLE, LOUISIANA

Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
Year Ended June 30, 2025

CRITERIA: The Village's internal control over financial reporting includes policies and procedures that pertain to its ability to record, process, summarize, and report financial data consistent with the assertions embodied in the financial statements, including the ability of management and staff to detect potential misstatements that may exist in the financial statements and related disclosures.

CAUSE: The cause of the condition results from a reliance on the external auditor as part of the internal control process.

EFFECT: Financial statements and related supporting transactions may reflect a departure from generally accepted accounting principles.

RECOMMENDATION: Management should evaluate the additional costs required to achieve the desired benefit and determine if it is economically feasible in relation to the benefit received.

MANAGEMENT'S CORRECTIVE ACTION PLAN: We evaluated the cost vs. benefit of establishing enhanced controls over financial reporting and determined that it would not be cost effective to enhance these controls. Currently, our financial staff receives annual training related to their job duties and we carefully review the financial statements, related notes, and all proposed adjustments. All questions are adequately addressed by our auditors, which allows us to appropriately supervise these functions. We feel that we have taken appropriate steps to reduce the risk of financial statements risk caused by this finding.

2025-003     Utility Accounts Receivable and Customer Deposits Subsidiary Ledgers

Fiscal year finding initially occurred: 2022

CONDITION: The Village is not reconciling the utility accounts receivable and customer deposit subsidiary ledgers to the appropriate general ledger account balances on a periodic basis.

CRITERIA: Policies and procedures should be implemented to ensure the utility accounts receivable and customer deposit subsidiary account balances are reconciled to the general ledger account balances on a periodic basis.

CAUSE: Policies and procedures are not in place to ensure the Village is performing account reconciliations between the utility accounts receivable and customer deposit subsidiary and the general ledger accounts on a periodic basis.

EFFECT: Financial statements and related supporting transactions may reflect a departure from generally accepted accounting principles.

VILLAGE OF MOREAUVILLE, LOUISIANA

Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
Year Ended June 30, 2025

RECOMMENDATION: Policies and procedures should be implemented to ensure accounts receivable and customer deposit subsidiary ledgers are reconciled to the general ledger account balances on a periodic basis.

MANAGEMENT'S CORRECTIVE ACTION PLAN: Management is continuing to work on developing and implementing policy and procedures to ensure reconciliation between the accounts receivable and customer deposit subsidiary ledgers and the general ledger account balances are performed on a periodic basis.

B. Compliance

2025-004    Budget Act Noncompliance

Fiscal year finding initially occurred: 2025

CONDITION: Actual expenditures exceed budgeted expenditures by more than 5% in the General Fund the Sales Tax Fund.

CRITERIA: Louisiana State Statute RS 39:1311 Budgetary Authority and Control, provides for budget amendments when:

Total actual expenditures and other uses plus projected expenditures and other uses for the remainder of the year, within a fund, exceed the total budgeted expenditures and other uses by 5% or more.

CAUSE: The cause of this condition is the result of a failure to design or implement policies and procedures necessary to monitor expenditures in the General Fund and Sales Tax Fund.

EFFECT: Management may not prevent and/or detect compliance violations as a result of actual expenditures exceeding budgeted expenditures in the General Fund and Sales Tax Fund in a timely manner.

RECOMMENDATION: Management should periodically compare actual expenditures to budgeted expenditures in the General Fund and Sales Tax Fund to identify the need for budget amendments in a timely manner.

MANAGEMENT'S CORRECTIVE ACTION PLAN: Management has agreed to adhere to the provisions of LA RS 36:1911 et seq by monitoring financial statements closely and amending budgets in the event that actual expenditures plus projected expenditures exceed budgeted expenditures by 5% or more.

VILLAGE OF MOREAUVILLE, LOUISIANA

Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
Year Ended June 30, 2025

Part II: Prior Year Findings:

A. Internal Control Over Financial Reporting

2024-001 Inadequate Segregation of Accounting Functions

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

RECOMMENDATION: Management should reassign incompatible duties among different employees to ensure that a single employee does not have control of more than one of the following responsibilities: (1) authorization; (2) custody; (3) recordkeeping; and (4) reconciliation.

CURRENT STATUS: Unresolved. See Item 2025-001

2024-002 Application of Generally Accepted Accounting Principles (GAAP)

CONDITION: Management and staff lack the expertise and/or experience in the selection and application of generally accepted accounting principles, as applicable to governmental entities in the financial statement preparation process.

RECOMMENDATION: Management should evaluate the additional costs required to achieve the desired benefit and determine if it is economically feasible in relation to the benefit received.

CURRENT STATUS: Unresolved. See Item 2025-002

2024-003 Utility Accounts Receivable and Customer Deposits Subsidiary Ledger-

CONDITION: The Village is not maintaining an accurate subsidiary ledger for utility accounts receivable and customer deposits. The subsidiary ledgers are not being reconciled to the meter cash account balances and general ledger accounts, respectively.

RECOMMENDATION: The accounts receivable and customer deposit subsidiary ledgers should be maintained and reconciled to the cash account and general ledger on a monthly basis.

CURRENT STATUS: Unresolved. See Item 2025-003.

VILLAGE OF MOREAUVILLE, LOUISIANA

Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
Year Ended June 30, 2025

B. Compliance

2024-004 Law Enforcement Officers-Supplemental Salaries

CONDITION: The Village of Moreauville did not include supplemental pay in the calculation and computation of the total wages paid to the individual police officers.

RECOMMENDATION: Management of the Village should implement policy and procedures regarding supplemental pay to ensure compliance with Louisiana Revised Statute 40:1667.3.

CURRENT STATUS: Resolved

2024-005 Disposition of Traffic Citations

CONDITION: In the course of performing audit procedures on the Village of Moreauville's financial statements, it was noted that a number of traffic citations were reduced without documentation of authorization by the court.

RECOMMENDATION: Management should ensure that all policies and procedures over the disposition of traffic citations are implemented and monitored to avoid possible violations of applicable Louisiana State statutes.

CURRENT STATUS: Resolved

2024-006 Notification of the Legislative Auditor and District Attorney-Resolved

CONDITION: In the course of performing our audit procedures, it was noted that neither the Legislative Auditor nor the 12th Judicial District Attorney were notified about the possible misappropriation of public funds due to the number of traffic citations being reduced without documentation of the appropriate authorization of the court.

RECOMMENDATION: Management of the Village should implement policies and procedures to ensure the Legislative Auditor and District Attorney are notified in a timely manner in the event actual knowledge of or a reasonable cause to believe a misappropriation of public funds or assets has occurred.

CURRENT STATUS: Resolved

2024-007 Written Minutes

CONDITION: In the course of performing our audit procedures, it was noted the Village failed to post its monthly board of aldermen's meeting minutes to its website in accordance with R.S. 42:21(2).

VILLAGE OF MOREAUVILLE, LOUISIANA

Schedule of Current and Prior Year Audit Findings  
and Management's Corrective Action Plan  
Year Ended June 30, 2025

RECOMMENDATION: Management of the Village should implement policies and procedures to ensure that board of aldermen meeting minutes are posted to its website in accordance with R.S. 42:21(2)

CURRENT STATUS: Resolved

**Village of Moreauville, Louisiana**

Statewide Agreed-Upon Procedures Report

Fiscal Period July 1, 2024 through June 30, 2025

# KOLDER, SLAVEN & COMPANY, LLC

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### INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

To the Honorable Mayor,  
And Members of the Board of Aldermen  
Of the Village of Moreauville, 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 Village of Moreauville's management is responsible for those C/C areas identified in the SAUPs.

The Village of Moreauville 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 the LLA's SAUPs for the fiscal period July 1, 2024 through June 30, 2025. Additionally, the LLA has agreed to and acknowledged that the procedures performed are appropriate for its purpose. 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***

- A. Obtained and inspected the entity's written policies and procedures and observed that they address each of the following categories and subcategories if applicable to public funds and the entity's operations:
- i) ***Budgeting***, including preparing, adopting, monitoring, and amending the budget.
  - ii) ***Purchasing***, including (1) how purchases are initiated, (2) how vendors are added to the vendor list, (3) the preparation and approval process of purchase requisitions and purchase orders, (4) controls to ensure compliance with the Public Bid Law, and (5) documentation required to be maintained for all bids and price quotes.

- iii) **Disbursements**, including processing, reviewing, and approving.
- iv) **Receipts/Collections**, including receiving, recording, and preparing deposits. Also, policies and procedures should include management's actions to determine the completeness of all collections for each type of revenue or agency fund additions (e.g. periodic confirmation with outside parties, reconciliation to utility billing after cutoff procedures, reconciliation of traffic ticket number sequences, agency fund forfeiture monies confirmation).
- v) **Payroll/Personnel**, including (1) payroll processing, (2) reviewing and approving time and attendance records, including leave and overtime worked, and (3) approval process for employee(s) rate of pay or approval and maintenance of pay rate schedules.
- vi) **Contracting**, including (1) types of services requiring written contracts, (2) standard terms and conditions, (3) legal review, (4) approval process, and (5) monitoring process.
- vii) **Travel and expense reimbursement**, including (1) allowable expenses, (2) dollar thresholds by category of expense, (3) documentation requirements, and (4) required approvers.
- viii) **Credit Cards (and debit cards, fuel cards, P-Cards, if applicable)**, including (1) how cards are to be controlled, (2) allowable business uses, (3) documentation requirements, (4) required approvers of statements, and (5) monitoring card usage (e.g., determining the reasonableness of fuel card purchases).
- ix) **Ethics**, including (1) the prohibitions as defined in Louisiana Revised Statute (R.S.) 42:1111-1121, (2) actions to be taken if an ethics violation takes place, (3) system to monitor possible ethics violations, and (4) a requirement that documentation is maintained to demonstrate that all employees and officials were notified of any changes to the entity's ethics policy.
- x) **Debt Service**, including (1) debt issuance approval, (2) continuing disclosure/EMMA reporting requirements, (3) debt reserve requirements, and (4) debt service requirements.
- xi) **Information Technology Disaster Recovery/Business Continuity**, including (1) identification of critical data and frequency of data backups, (2) storage of backups in a separate physical location isolated from the network, (3) periodic testing/verification that backups can be restored, (4) use of antivirus software on all systems, (5) timely application of all available system and software patches/updates, and (6) identification of personnel, processes, and tools needed to recover operations after a critical event.
- xii) **Sexual Harassment**, including R.S. 42:342-344 requirements for (1) agency responsibilities and prohibitions, (2) annual employee training, and (3) annual reporting.

## **2) Board or Finance Committee**

- A. Obtained and inspected the board/finance committee minutes for the fiscal period, as well as the board's enabling legislation, charter, bylaws, or equivalent document in effect during the fiscal period, and:

- i) Observed that the board/finance committee met with a quorum at least monthly, or on a frequency in accordance with the board's enabling legislation, charter, bylaws, or other equivalent document.
- ii) For those entities reporting on the governmental accounting model, we reviewed the minutes from all regularly scheduled board/finance committee meetings held during the fiscal year and observe whether the minutes from at least one meeting each month reference or included monthly budget-to-actual comparisons, at a minimum, on all special revenue funds. Alternatively, for those entities reporting on the not-for-profit accounting model, observe that the minutes referenced or included financial activity relating to public funds if those public funds comprised more than 10% of the entity's collections during the fiscal period.
- iii) For governmental entities, obtained the prior year audit report and observed the unassigned fund balance in the general fund. If the general fund had a negative ending unassigned fund balance in the prior year audit report, observed that the minutes for at least one meeting during the fiscal period referenced or included a formal plan to eliminate the negative unrestricted fund balance in the general fund.
- iv) Observed whether the board/finance committee received written updates of the progress of resolving audit finding(s), according to management's corrective action plan at each meeting until the findings are considered fully resolved.

### **3) *Bank Reconciliations***

---

- A. Obtained a listing of entity's bank accounts for the fiscal period from management and management's representation that the listing is complete. Asked management to identify the entity's main operating account. Selected the entity's main operating account and randomly selected 4 additional accounts (or all accounts if less than 5). Randomly selected one month from the fiscal period, obtained and inspected the corresponding bank statement and reconciliation for selected each account, and observed that:
  - i) Bank reconciliations included evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged).
  - ii) Bank reconciliations included evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation within 1 month of the date the reconciliation was prepared (e.g., initialed and dated, electronically logged).
  - iii) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

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

---

- A. Obtained 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 selected 5 deposit sites (or all deposit sites if less than 5).

- B. For each deposit site selected, obtained a listing of collection locations and management's representation that the listing is complete. Randomly selected one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtained and inspected written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observed that job duties are properly segregated at each collection location such that:
- i) Employees that are responsible for cash collections do not share cash drawers/registers.
  - ii) Each employee responsible for collecting cash is not 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 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.
  - 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 are not responsible for collecting cash, unless another employee/official verifies the reconciliation.
- C. Obtained from management a copy of the bond or insurance policy for theft covering all employees who have access to cash and observed the bond or insurance policy for theft was enforced during the fiscal period.
- D. Randomly selected two deposit dates for each of the 5 bank accounts selected for procedure #3 under "Bank Reconciliations" above (selected the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly selected a deposit if multiple deposits are made on the same day). *Alternately, 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.* Obtained supporting documentation for each of the 10 deposits and:
- i) Observed that receipts are sequentially pre-numbered.
  - ii) Traced sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.
  - iii) Traced the deposit slip total to the actual deposit per the bank statement.
  - iv) Observed 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) Traced the actual deposit per the bank statement to the general ledger.

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

---

- A. Obtained a listing of locations that process payments for the fiscal period and management's representation that the listing is complete. Randomly selected 5 locations (or all locations if less than 5).
- B. For each location selected under #5A above, obtained a listing of those employees involved with non-payroll purchasing and payment functions. Obtained written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, inquired of employees about their job duties), and observed 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/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.
  - 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.
- C. For each location selected under #5A above, obtained the entity's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtained management's representation that the population is complete. Randomly selected 5 disbursements for each location, obtained supporting documentation for each transaction and:
  - i) Observed whether the disbursement, whether by paper or electronic means, matched the related original itemized invoice and supporting documentation indicates deliverables included on the invoice were received by the entity.
  - ii) Observed that the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #5B above, as applicable.
- D. Using the entity's main operating account and the month selected in Bank Reconciliations procedure #3A, randomly selected 5 non-payroll-related electronic disbursements (or all electronic disbursements if less than 5) and observed that each electronic disbursement was (a) approved only by 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/or account for testing that does include electronic disbursements.

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

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- A. Obtained from management a listing of all active credit cards, bank debit cards, fuel cards, and P-cards (cards) for the fiscal period, including the card numbers and the names of the persons who maintained possession of the cards. Obtained management's representation that the listing is complete.
- B. Using the listing prepared by management, randomly selected 5 cards (or all cards if less than 5) that were used during the fiscal period. Randomly selected one monthly statement or combined statement for each card (for a debit card, randomly select one monthly bank statement), obtained supporting documentation, and:
  - i) Observed that there is evidence that the monthly statement or combined statement and supporting documentation (e.g., original receipts for credit/debit card purchases, exception reports for excessive fuel card usage) were reviewed and approved, in writing (or electronically approved), by someone other than the authorized card holder. [Note: Requiring such approval may constrain the legal authority of certain public officials (e.g., mayor of a Lawrason Act municipality); these instances should not be reported.]
  - ii) Observed that finance charges and late fees were not assessed on the selected statements.
- C. Using the monthly statements or combined statements selected under #6B above, excluding fuel cards, randomly selected 10 transactions (or all transactions if less than 10) from each statement, and obtained supporting documentation for the transactions (i.e. each card should have 10 transactions subject to testing). For each transaction, observed that it is supported by (1) an original itemized receipt that identifies precisely what was purchased, (2) written documentation of the business/public purpose, and (3) documentation of the individuals participating in meals (for meal charges only). For missing receipts, the practitioner should describe the nature of the transaction and note whether management had a compensating control to address missing receipts, such as a "missing receipt statement" that is subject to increased scrutiny.

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

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- A. Obtained from management a listing of all travel and travel-related expense reimbursements during the fiscal period and management's representation that the listing or general ledger is complete. Randomly selected 5 reimbursements, obtained the related expense reimbursement forms/prepaid expense documentation of each selected reimbursement, as well as the supporting documentation. For each of the 5 reimbursements selected:
  - i) If reimbursed using a per diem, observed the approved reimbursement rate is no more than those rates established either by the State of Louisiana or the U.S. General Services Administration ([www.gsa.gov](http://www.gsa.gov)).
  - ii) If reimbursed using actual costs, observe that the reimbursement is supported by an original itemized receipt that identifies precisely what was purchased.
  - iii) Observed that each reimbursement is supported by documentation of the business/public purpose (for meal charges, observe that the documentation includes the names of those

individuals participating) and other documentation required by Written Policies and Procedures procedure #1A(vii.)

- iv) Observed each reimbursement was reviewed and approved, in writing, by someone other than the person receiving reimbursement.

## **8) Contracts**

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- A. Obtained from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternately, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtained management's representation that the listing is complete. Randomly selected 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:
  - i) Observed that the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.
  - ii) Observed whether the contract was approved by the governing body/board, if required by policy or law (e.g. Lawrason Act, Home Rule Charter).
  - iii) If the contract was amended (e.g. change order), observed that the original contract terms provided for such an amendment and that amendments were made in compliance with the contract terms (e.g., if approval is required for any amendment, that approval was documented).
  - iv) Randomly selected one payment from the fiscal period for each of the 5 contracts, obtained the supporting invoice, agreed the invoice to the contract terms, and observed the invoice and related payment agreed to the terms and conditions of the contract.

## **9) Payroll and Personnel**

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- A. Obtained a listing of employees and officials employed during the fiscal period and management's representation that the listing is complete. Randomly selected 5 employees or officials, obtained related paid salaries and personnel files, and agreed paid salaries to authorized salaries/pay rates in the personnel files.
- B. Randomly selected one pay period during the fiscal period. For the 5 employees or officials selected under #9A above, obtained attendance records and leave documentation for the pay period, and:
  - i) Observed all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, an elected official is not eligible to earn leave and do not document their attendance and leave. However, if the official is earning leave according to policy and/or contract, the official should document his/her daily attendance and leave.)
  - ii) Observed whether supervisors approved the attendance and leave of the selected employees or officials.
  - iii) Observed any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.

- iv) Observed the rate paid to the employees or officials agree to the authorized salary/pay rate found within the personnel file.
- C. Obtained a listing of those employees or officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly selected two employees or officials, obtained related documentation of the hours and pay rates used in management's termination payment calculations and the entity's policy on termination payments. Agreed the hours to the employee's or official's cumulative leave records, agreed the pay rates to the employee or official's authorized pay rates in the employee's or official's personnel files, and agreed the termination payment to entity policy.
- D. Obtained management's representation that employer and employee portions of third-party payroll related amounts (e.g., payroll taxes, retirement contributions, health insurance premiums, garnishments, workers' compensation premiums, etc.) have been paid, and any associated forms have been filed, by required deadlines.

#### ***10) Ethics***

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- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A obtained ethics documentation from management, and:
  - i) Observed documentation demonstrates that each employee/official completed one hour of ethics training during the calendar year as required by R.S. 42:1170.
  - ii) Observed whether the entity maintains documentation which demonstrates that each employee and official were notified of any changes to the entity's ethics policy during the fiscal period, as applicable.
- B. Inquired and/or observed whether the agency has appointed an ethics designee as required by R.S. 42:1170.

#### ***11) Debt Service***

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- A. Obtained a listing of bonds/notes issued during the fiscal period and management's representation that the listing is complete. Selected all debt instruments on the listing, obtained supporting documentation, and observed State Bond Commission approval was obtained for each debt instrument issued as required by Article VII, Section 8 of the Louisiana Constitution.
- B. Obtained a listing of bonds/notes outstanding at the end of the fiscal period and management's representation that the listing is complete. Randomly selected one bond/note, inspected debt covenants, obtained supporting documentation for the reserve balance and payments, and agreed actual reserve balances and payments to those required by debt covenants (including contingency funds, short-lived asset funds, or other funds required by the debt covenants).

## ***12) Fraud Notice***

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- A. Obtained a listing of misappropriations of public funds and assets during the fiscal period and management's representation that the listing is complete. Selected all misappropriations on the listing, obtained supporting documentation, and observed that the entity reported the misappropriation(s) to the legislative auditor and the district attorney of the parish in which the entity is domiciled as required by R.S. 24:523.
- B. Observed the entity has posted on its premises and website, the notice required by R.S. 24:523.1 concerning the reporting of misappropriation, fraud, waste, or abuse of public funds.

## ***13) Information Technology Disaster Recovery/ Business Continuity***

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Performed the following procedures, **verbally discussed the results with management, and report "We performed the procedures and discussed the results with management."**

- A. Obtained and inspected the entity's most recent documentation that it has backed up its critical data (if no written documentation, inquire of personnel responsible for backing up critical data) and observed that such backup (a) occurred within the past week, (b) was not stored on the government's local server or network, and (c) was encrypted.
- B. Obtained and inspected the entity's most recent documentation that it has tested/verified that its backups can be restored (if no written documentation, inquired of personnel responsible for testing/ verifying backup restoration) and observed evidence that the test/verification was successfully performed within the past 3 months.
- C. Obtained a listing of the entity's computers currently in use and their related locations, and management's representation that the listing is complete. Randomly selected 5 computers and observed while management demonstrated that the selected computers have current and active antivirus software and that the operating system and accounting system software in use are currently supported by the vendor.
- D. Randomly selected 5 terminated employees (or all employees if less than 5) using the list of terminated employees obtained in procedure #9C. Observe evidence that the selected terminated employees have been removed or disabled from the network.
- E. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtain cybersecurity training documentation from management, and observe that the documentation demonstrates that the following employees/officials with access to the agency's information technology assets have completed cybersecurity training as required by R.S. 42:126728. The requirements are as follows:
  - Hired before June 9, 2020 - completed the training; and
  - Hired on or after June 9, 2020 - completed the training within 30 days of initial service or employment.

#### ***14) Prevention of Sexual Harassment***

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- A. Using the 5 randomly selected employees/officials from Payroll and Personnel procedure #9A, obtained sexual harassment training documentation from management, and observed that the documentation demonstrates each employee/official completed at least one hour of sexual harassment training during the calendar year as required by R.S. 42:343.
- B. Observed that the entity has posted its sexual harassment policy and complaint procedure on its website (or in a conspicuous location on the entity's premises if the entity does not have a website).
- C. Obtained the entity's annual sexual harassment report for the current fiscal period, observed that the report was dated on or before February 1, and observed that the report includes the applicable requirements of R.S. 42:344:
  - i) Number and percentage of public servants in the agency who have completed the training requirements.
  - ii) Number of sexual harassment complaints received by the agency.
  - iii) Number of complaints which resulted in a finding that sexual harassment occurred.
  - iv) Number of complaints in which the finding of sexual harassment resulted in discipline or corrective actions.
  - v) The amount of time it took to resolve each complaint.

#### **Findings:**

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No exceptions were found as a result of applying procedures listed above except:

##### **Written Policies:**

Village of Moreauville did not have written policies and procedures addressing the following:

- Payroll/Personnel: (3) approval process for employee rates of pay or approval and maintenance of pay rate schedules.
- Prevention of Sexual Harassment

##### **Board or Finance Committee:**

Eleven of twelve board meetings did not mention update on the progress of resolving audit findings according to management's corrective actions.

##### **Bank Reconciliations:**

Three of five bank reconciliations tested did not indicate that management has researched reconciling items that have been outstanding for more than twelve months.

**Collections:**

The employee responsible for collecting cash is also responsible for preparing bank deposits, posting collection entries to the general ledger or subsidiary ledgers, and reconciling cash collections to the general ledger by source and/or agency fund.

**Non-payroll Disbursements:**

The employee responsible for processing payments is not prohibited from adding/modifying vendor files.

**Credit Cards/ Debit Cards/ Fuel Cards/ P-Cards:**

Procedures were performed, no exceptions noted.

**Travel and Travel-Related Expense Reimbursements:**

Exempt from procedures.

**Contracts:**

Exempt from procedures.

**Payroll and Personnel:**

The Village of Moreauville does not maintain up to date approved pay rates in their employee files.

**Ethics:**

Procedures were performed, no exceptions noted.

**Debt Service:**

Exempt from procedures.

**Fraud Notice:**

Exempt from procedures.

**Information Technology Disaster Recovery/ Business Continuity:**

We performed the procedures and discussed the results with management.

**Prevention of Sexual Harassment:**

Procedures were performed, no exceptions noted.

## **Management's Response:**

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The management of Village of Moreauville concurs with the exceptions and is working to address the deficiencies identified.

We were engaged by Village of Moreauville 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 Village of Moreauville 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.

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

Alexandria, Louisiana  
October 9, 2025