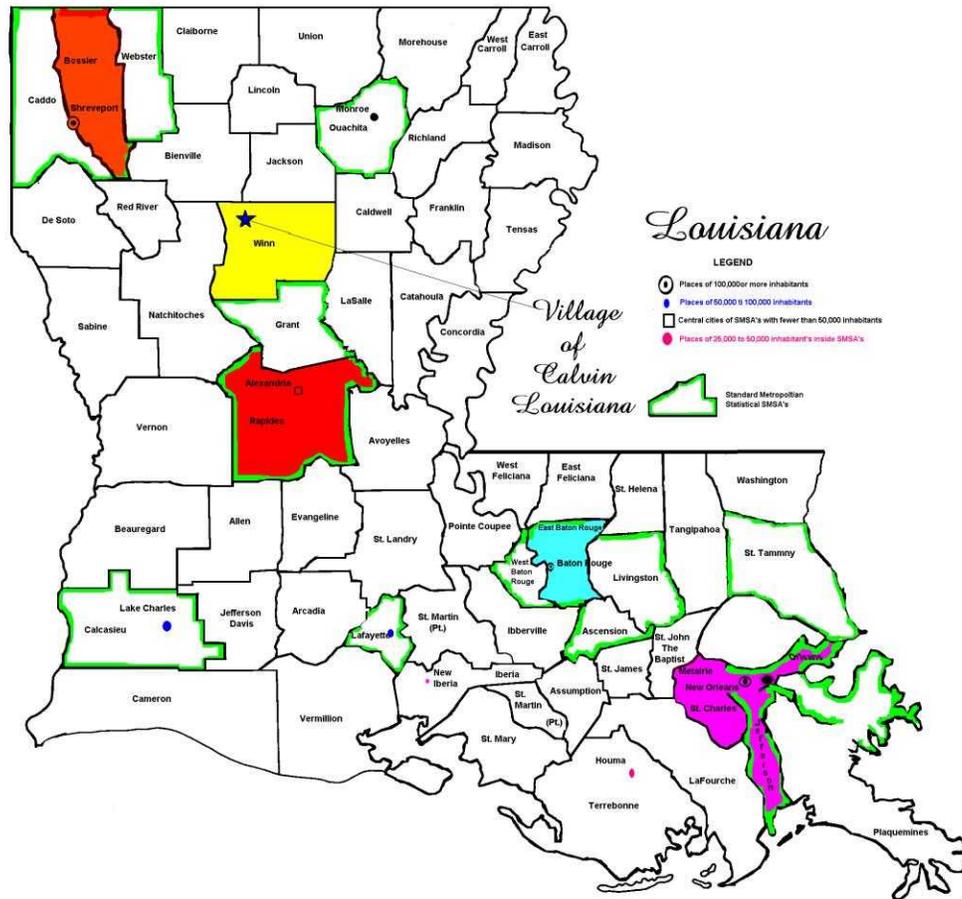


VILLAGE OF CALVIN, LOUISIANA

Annual Financial Statements

JUNE 30, 2017

VILLAGE OF CALVIN CALVIN, LOUISIANA



The Village of Calvin was incorporated under the Lawrason Act in October 2, 1951. The Village operates under the Mayor-Board of Alderman form of government. The Village provides the following significant services to its residents as provided by its charter: public safety (police and fire), highways and streets, utilities (water and sewer services) and general administrative functions, including coordination of related services with parish, state and federal governing bodies.

**Village of Calvin, Louisiana
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June 30, 2017**

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INDEPENDENT ACCOUNTANT'S REPORT

The Honorable Jeff Canerday, Mayor
& Members of the Board of Alderman
Calvin, Louisiana

We have reviewed the accompanying financial statements of the governmental activities and the business-type activities of the Village of Calvin, Louisiana, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the Village's basic financial statements as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the management of the Village of Calvin, Louisiana. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management's Responsibility for the Financial Statements

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

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Such information is the responsibility of management. We have not audited or reviewed such required supplementary information, and, accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on it.

Other Information

The other information has not been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, but it has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information and accordingly, we do not express an opinion or provide any assurance on such supplementary information.

The Vercher Group

Jena, Louisiana
May 25, 2018

Village of Calvin

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MANAGEMENT'S DISCUSSION & ANALYSIS

As management of the Village, we offer readers of the Village of Calvin's financial statements this narrative overview and analysis of the financial activities of the Village for the fiscal year ended June 30, 2017. We encourage readers to consider the information presented here in conjunction with the Village's financial statements.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A.

FINANCIAL HIGHLIGHTS

Governmental Funds

- The assets of the Village exceeded its liabilities at the close of the most recent fiscal year by \$72,052 (*net position*). This is a \$1,630 decrease from last year.
- The Village had total revenues of \$5,471, in which \$4,823 came from fees and charges. This is a \$40 decrease from last year's revenues, mainly due to a decrease in taxes in the amount of \$1,632.
- The Village had total expenditures of \$41,768, which is a \$13,257 decrease from last year. This decrease is due mainly to a decrease in other operating expense in the amount of \$9,757.

Enterprise Funds

- The assets of the Village exceeded its liabilities at the close of the most recent fiscal year by \$1,934,013 (*net position*). This is a \$78,670 increase from last year.
- The Village had total revenues of \$236,918, including operating revenues of \$96,218, non-operating revenues of \$150, and capital contributions of \$140,550. This is a \$98,399 increase from last year, mainly due to an increase in capital contributions in the amount of \$118,600.
- The Village had total expenses of \$121,416, including operating expenses of \$116,384 and non-operating expenses of \$5,032. Transfers out for the year totaled \$36,832. Total expenses increased by \$2,758 compared to last year, mainly due to an increase in office expense in the amount of \$4,418.

See independent accountant's report.

MD&A

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Village's basic financial statements. The Village's basic financial statements consist of two components: 1) fund financial statements, and 2) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves. The Village is a special-purpose entity engaged only in governmental activities. Accordingly, only fund financial statements are presented as the basic financial statements.

FUND FINANCIAL STATEMENTS

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Village, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

USING THIS ANNUAL REPORT

The Village's annual report consists of financial statements that show information about the Village's funds, enterprise funds and governmental funds.

Our accountant has provided no assurance in his Independent Accountant's Report, located immediately preceding this Management's Discussion and Analysis, that the basic financial statements are fairly stated. Varying degrees of assurance are being provided by the accountant regarding the other information included in this report. A user of this report should read the Independent Accountant's Report carefully to ascertain the level of assurance being provided for each of the other parts of this report.

REPORTING THE VILLAGE'S MOST SIGNIFICANT FUNDS

The Village's financial statements provide detailed information about the most significant funds. The Village may establish other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using grants and other money. The Village's enterprise fund uses the following accounting approach:

All of the Village's services are reported in an enterprise fund. They are reported using the full accrual method of accounting in which all assets and all liabilities associated with the operation of these funds are included on the balance sheet. The focus of proprietary funds is on income measurement, which, together with the maintenance of equity, is an important financial indication.

See independent accountant's report.

MD&A

GOVERNMENTAL FUNDS

The following table represents a Comparative Statement of Net Position as of June 30, 2017:

	<u>2016</u>	<u>2017</u>	<u>% Change</u>
Assets			
Cash & Investments	\$ 23,422	\$ 24,180	3.2
Capital Assets, Net of Accumulated Depreciation	52,315	50,150	-4.1
Total Assets	<u>75,737</u>	<u>74,330</u>	-1.9
Liabilities & Net Position			
Accounts, Salaries, & Other Payables	2,055	2,278	10.9
Total Liabilities	<u>2,055</u>	<u>2,278</u>	10.9
Net Position			
Net Investment in Capital Assets	52,315	50,150	-4.1
Unrestricted	21,367	21,902	2.5
Total Net Position	<u>\$ 73,682</u>	<u>\$ 72,052</u>	-2.2

The following table reflects the Comparative Statement of Revenues, Expenditures, and Changes in Fund Balances for the year ended June 30, 2017:

	<u>2016</u>	<u>2017</u>	<u>% Change</u>
Revenues			
Fees & Charges	\$ 3,281	\$ 4,823	47.0
Taxes	2,230	598	-73.2
Other Income	-0-	50	100.0
Total Revenues	<u>5,511</u>	<u>5,471</u>	-0.7
Expenditures			
Personnel Expense	20,059	18,366	-8.4
Other Operating	16,968	7,211	-57.5
Utilities	9,089	9,105	0.2
Repairs & Maintenance	8,909	7,086	-22.5
Total Expenditures	<u>55,025</u>	<u>41,768</u>	-24.1
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(49,514)</u>	<u>(36,297)</u>	-26.7
Other Financing Sources (Uses)			
Transfers In (Out)	52,098	36,832	-29.3
Total Other Financing Sources (Uses)	<u>52,098</u>	<u>36,832</u>	-29.3
Net Change in Fund Balance	2,584	535	-79.3
Fund Balances—Beginning	<u>18,783</u>	<u>21,367</u>	13.8
Fund Balances—Ending	<u>\$ 21,367</u>	<u>\$ 21,902</u>	2.5

See independent accountant's report.

MD&A

ENTERPRISE FUNDS

The following table represents a Comparative Statement of Net Position as of June 30, 2017:

	<u>2016</u>	<u>2017</u>	<u>% Change</u>
Assets			
Cash & Investments	\$ 133,988	\$ 161,562	20.6
Receivables (Net)	47,706	9,382	-80.3
Capital Assets, Net of Accumulated Depreciation	1,785,806	1,844,901	33.6
Total Assets	<u>1,967,500</u>	<u>2,015,845</u>	2.5
Liabilities & Net Position			
Accounts, Salaries, & Other Payables	30,927	9,080	-70.6
Capital Project Loan – Water	81,230	72,752	-10.4
Total Liabilities	<u>112,157</u>	<u>81,832</u>	-27.0
Net Position			
Net Investment in Capital Assets	1,698,506	1,765,830	4.0
Unrestricted	156,837	168,183	7.2
Total Net Position	<u>\$ 1,855,343</u>	<u>\$ 1,934,013</u>	4.2

The following table reflects the Comparative Statement of Revenues, Expenses, and Changes in Net Position for the year ended June 30, 2017:

	<u>2016</u>	<u>2017</u>	<u>% Change</u>
Operating Revenues			
Charges for Services	\$ 116,381	\$ 96,218	-17.3
Total Operating Revenues	<u>116,381</u>	<u>96,218</u>	-17.3
Operating Expenses			
Office Expense & Supplies	10,973	15,391	40.3
Maintenance & Repair	18,275	19,818	8.4
Utilities	11,850	8,509	-28.2
Other Operating	11,603	10,360	-10.7
Depreciation	62,073	62,306	0.4
Total Operating Expenses	<u>114,774</u>	<u>116,384</u>	1.4
Operating Income (Loss)	<u>1,607</u>	<u>(20,166)</u>	-1,354.9
Non-Operating Revenues (Expenses)			
Interest Income	188	150	-20.2
Interest Expense	(3,884)	(5,032)	29.6
Total Non-Operating Revenues (Expenses)	<u>(3,696)</u>	<u>(4,882)</u>	32.1
Income (Loss) Before Contributions & Transfers	(2,089)	(25,048)	1,099.0
Transfers In/(Out)	(52,098)	(36,832)	-29.3
Capital Contributions	<u>21,950</u>	<u>140,550</u>	540.3
Change in Net Position	(32,237)	78,670	344.0
Prior Period Adjustment	1,300	-0-	-100.0
Total Net Position – Beginning	1,886,280	1,855,343	-1.6
Total Net Position – Ending	<u>\$ 1,855,343</u>	<u>\$ 1,934,013</u>	4.2

See independent accountant's report.

MD&A

CAPITAL ASSETS

Governmental Fund

At June 30, 2017, the Village had \$50,150 invested in capital assets, including the following:

	Capital Assets at Year-End	
	<u>2016</u>	<u>2017</u>
Capital Assets *	\$ 196,591	\$ 196,591
Accumulated Depreciation	(144,276)	(146,441)
Total	<u>\$ 52,315</u>	<u>\$ 50,150</u>

* This amount includes land in the amount of \$7,162 that is not being depreciated.

Enterprise Fund

At June 30, 2017, the Village had \$1,844,901 invested in capital assets, including the following:

	Capital Assets at Year-End	
	<u>2016</u>	<u>2017</u>
Water Capital Assets *	\$ 2,378,345	\$ 2,378,345
Sewer Capital Assets *	510,263	631,664
Water Accumulated Depreciation	(789,438)	(838,709)
Sewer Accumulated Depreciation	(313,364)	(326,399)
Total	<u>\$ 1,785,806</u>	<u>\$ 1,844,901</u>

*These amounts include land in the amount of \$18,294 that is not being depreciated.

CONTACTING THE VILLAGE'S FINANCIAL MANGEMENT:

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the Village's finances and to show that the Village's accountability for the money it receives. If you have questions about this report or need additional information, contact Mayor Jeff Canerday at the Town Hall, phone number (318)727-9276.

See independent accountant's report.

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INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

The Honorable Jeff Canerday, Mayor
& Members of the Board of Alderman
Calvin, Louisiana

We have performed the procedures enumerated below, which were agreed to by the management of Village of Calvin and the Louisiana Legislative Auditor, on the District's compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire during the fiscal year ended June 30, 2017, as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*. The District's management is responsible for its financial records and compliance with applicable laws and regulations. The sufficiency of these procedures is solely the responsibility of the specified parties. Consequently, we make no representation regarding the sufficiency of the procedures enumerated below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

Public Bid Law

1. Obtain documentation for all expenditures made during the year for materials and supplies exceeding \$30,000, and public works exceeding \$154,450. Compare the documentation for these expenditures to Louisiana Revised Statute (R.S.) 39:1551-39:1775 (the state procurement code) or R.S. 38:2211-2296 (the public bid law), whichever is applicable; and report whether the expenditures were made in accordance with these laws.

*During our review of expenditures, we found no such expenditures.

Code of Ethics for Public Officials and Public Employees

2. Obtain a list of the immediate family members of each board member as defined by R.S. 42:1101-1124 (the ethics law).

*Management provided us with the requested information.

3. Obtain a list of all employees paid during the fiscal year.

*Management provided us with the requested information.

4. Report whether any employees' names appear on both lists obtained in Procedures 2 and 3.

*None of the employees included on the list of employees provided by management [agreed-upon procedure (3)] appeared on the list provided by management in agreed-upon procedure (2).

5. Obtain a list of all disbursements made during the year; and a list of outside business interests of board members, employees, and board members' and employees' immediate families. Report whether any vendors appear on both lists.

*Management provided the requested information. None of the businesses of board members, employees, and board members' and employees' immediate families appeared as vendors on the list of disbursements.

Budgeting

6. Obtain a copy of the legally adopted budget and all amendments.

*Management provided us with a copy of the original budget and the amended budget.

7. Trace documentation for the adoption of the budget and approval of any amendments to the minute book, and report whether there are any exceptions.

*We traced adoption of the original budget to documentation in the minutes of the meeting of the Village.

8. Compare the revenues and expenditures of the final budget to actual revenues and expenditures. Report whether actual revenues failed to meet budgeted revenues by 5% or more, and whether actual expenditures exceeded budgeted amounts by 5% or more. (For agencies that must comply with the Licensing Agency Budget Act only, compare the expenditures of the final budget to actual expenditures, and report whether actual expenditures exceeded budgeted amounts by 10% or more per category or 5% or more in total).

*We compared the revenues and expenditures of the final budget to actual revenues and expenditures. Actual revenues exceeded budgeted revenues. Expenditures for the year exceeded budgeted amounts but not more than 5%. The Village had a favorable revenue variance and an unfavorable expenditure variance.

Accounting and Reporting

9. Obtain the list of all disbursements made during the fiscal year. Randomly select six disbursements, and obtain documentation from management for these disbursements. Compare the selected disbursements to the supporting documentation, and:

(a) Report whether the six disbursements agree to the amount and the payee in the supporting documentation.

*We examined supporting documentation for four of the six selected disbursements. The clerk could not find documentation supporting 2 of the selected disbursements.

(b) Report whether the six disbursements were coded to the correct fund and general ledger account.

*All of the payments were properly coded to the correct fund and correct general ledger account.

(c) Report whether the six disbursements were approved in accordance with management's policies and procedures.

*The selected disbursements were approved by the proper authorities.

Meetings

10. Obtain evidence from management to support that agendas for meetings recorded in the minute book were posted or advertised as required by R.S. 42:11 through 42:28 (the open meetings law); and report whether there are any exceptions.

*Discussions with the clerk and our review of the minutes found that the agendas for the meetings were posted.

Debt

11. Obtain bank deposit slips for the fiscal year, and scan the deposit slips in order to identify and report whether there are any deposits that appear to be proceeds of bank loans, bonds, or like indebtedness. If any such proceeds are identified, obtain from management evidence of approval by the State Bond Commission, and report any exceptions.

*The Village did not have State Bond Commission approval for short-term debt it incurred in the amount of \$3,234.75.

Advances and Bonuses

12. Obtain the list of payroll disbursements and meeting minutes of the governing board, if applicable. Scan these documents to identify and report whether there are any payments or approval of payments to employees that may constitute bonuses, advances, or gifts.

*We inspected payroll records and minutes for the year and noted no instances which would indicated payments to employees which would constitutes bonuses, advances, and gifts.

State Audit Law

13. Report whether the agency provided for a timely report in accordance with R.S. 24:513.

*The District's report was due on December 31, 2017 but was not submitted until May 25, 2018.

14. Inquire of management and report whether the agency entered into any contracts that utilized state funds as defined in R.S. 39:72.1 A. (2); and that were subject to the public bid law (R.S. 38:2211, et seq.), while the agency was not in compliance with R.S. 24:513 (the audit law).

*Management represented that the District was on the noncompliance list from January 1, 2018 through May 25, 2018 due to a delay in submitting its report to the Legislative Auditor; and that it was not on the noncompliance list at any other time during the fiscal year. Management further represented that the District did not enter into any contracts during the fiscal year that was subject to the public bid law.

Prior-Year Comments

15. Obtain and report management's representation as to whether any prior-year suggestions, exceptions, recommendations, and/or comments have been resolved.

*Our prior year report, dated March 31, 2017 did include two management letter comments: 2016-1 Annual Filing of Financial Statements and 2016-2 Village Accounting Methods. Neither of these have been resolved.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants, and the standards applicable to attestation engagements contained in *Government Auditing Standards*, issued by the United States Comptroller General. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the Village's compliance with the foregoing matters. 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.

The purpose of this report is solely to describe the scope of testing performed on the Village's compliance with certain laws and regulations contained in the accompanying Louisiana Attestation Questionnaire, as required by Louisiana Revised Statute 24:513 and the Louisiana Governmental Audit Guide, 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 Louisiana Legislative Auditor as a public document.

The Vercher Group

Jena, Louisiana
May 25, 2018

Basic Financial Statements

Village of Calvin, Louisiana
Statement of Net Position
June 30, 2017

	PRIMARY GOVERNMENT		
	GOVERNMENTAL	BUSINESS-	
	ACTIVITIES	TYPE	TOTAL
	<u>ACTIVITIES</u>	<u>ACTIVITIES</u>	<u>ACTIVITIES</u>
CURRENT ASSETS			
Cash & Cash Equivalents	\$ 24,180	\$ 140,468	\$ 164,648
Investments	-0-	21,094	21,094
Receivables, Net of Allowances	-0-	9,382	9,382
TOTAL CURRENT ASSETS	<u>24,180</u>	<u>170,944</u>	<u>195,124</u>
NON-CURRENT ASSETS			
Capital Assets, Net of Accumulated Depreciation	50,150	1,844,901	1,895,051
TOTAL NON-CURRENT ASSETS	<u>50,150</u>	<u>1,844,901</u>	<u>1,895,051</u>
TOTAL ASSETS	<u>74,330</u>	<u>2,015,845</u>	<u>2,090,175</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts, Salaries, & Other Payables	2,278	707	2,985
Accrued Interest	-0-	2,054	2,054
Capital Project Loan-Water (Current Portion)	-0-	6,319	6,319
TOTAL CURRENT LIABILITIES	<u>2,278</u>	<u>9,080</u>	<u>11,358</u>
NON-CURRENT LIABILITIES			
Capital Project Loan-Water	-0-	72,752	72,752
TOTAL NON-CURRENT LIABILITIES	<u>-0-</u>	<u>72,752</u>	<u>72,752</u>
TOTAL LIABILITIES	<u>2,278</u>	<u>81,832</u>	<u>84,110</u>
NET POSITION			
Net Investment in Capital Assets	50,150	1,765,830	1,815,980
Unrestricted	21,902	168,183	190,085
TOTAL NET POSITION	<u>\$ 72,052</u>	<u>\$ 1,934,013</u>	<u>\$ 2,006,065</u>

See accompanying notes and independent accountant's report.

Village of Calvin, Louisiana
Statement of Activities
For the Year Ended June 30, 2017

	<u>PROGRAM REVENUES</u>				<u>NET REVENUES (EXPENSES) & CHANGES OF PRIMARY GOVERNMENT</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Capital Grants & Contributions</u>	<u>Net (Expenses) Revenue</u>	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>
GOVERNMENTAL ACTIVITIES							
General Government	\$ (43,933)	\$ 4,823	\$ -0-	\$ (39,110)	\$ (39,110)		\$ (39,110)
TOTAL GOVERNMENTAL ACTIVITIES	<u>(43,933)</u>	<u>4,823</u>	<u>-0-</u>	<u>(39,110)</u>	<u>(39,110)</u>		<u>(39,110)</u>
BUSINESS TYPE ACTIVITIES							
Sewer	(21,943)	7,113	121,402	121,402		121,402	121,402
Water	(94,441)	89,105	19,148	19,148		19,148	19,148
Interest	(5,032)	-0-	-0-	-0-		-0-	-0-
TOTAL BUSINESS TYPE ACTIVITIES	<u>(121,416)</u>	<u>96,218</u>	<u>140,550</u>	<u>115,352</u>		<u>115,352</u>	<u>115,352</u>
TOTAL PRIMARY GOVERNMENT	<u>\$ (165,349)</u>	<u>\$ 101,041</u>	<u>\$ 140,550</u>	<u>\$ 76,242</u>			<u>76,242</u>
			GENERAL REVENUES				
			Taxes		598	-0-	598
			Interest Revenue		-0-	150	150
			Other Income		50	-0-	50
			TOTAL GENERAL REVENUES		<u>648</u>	<u>150</u>	<u>798</u>
			TRANSFERS IN/(OUT)		<u>36,832</u>	<u>(36,832)</u>	<u>-0-</u>
			CHANGE IN NET POSITION		(1,630)	78,670	77,040
			NET POSITION - BEGINNING		73,682	1,855,343	1,929,025
			NET POSITION - ENDING		<u>\$ 72,052</u>	<u>\$ 1,934,013</u>	<u>\$ 2,006,065</u>

See accompanying notes and independent accountant's report.

Village of Calvin, Louisiana
Balance Sheet, Governmental Funds
June 30, 2017

		GENERAL FUND
		<u> </u>
ASSETS		
Cash & Cash Equivalents	\$	24,180
Receivables, Net of Allowances		-0-
TOTAL ASSETS		<u>24,180</u>
 LIABILITIES		
Accounts, Salaries, & Other Payables		<u>2,278</u>
TOTAL LIABILITIES		<u>2,278</u>
 FUND BALANCE		
Unassigned		<u>21,902</u>
TOTAL FUND BALANCE		<u>21,902</u>
 TOTAL LIABILITIES & FUND BALANCE	\$	<u>24,180</u>

See accompanying notes and independent accountant's report.

Village of Calvin, Louisiana
Reconciliation of the Government Funds Balance Sheet
to the Government-Wide Financial Statement of Net Position
June 30, 2017

Amounts reported for governmental activities in the Statement of Net Position are different because:

Fund Balance, Total Governmental Funds, Statement C		\$	21,902
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	Capital Assets	196,591	
	Accum. Depr.	(146,441)	
Long-term liabilities including bonds payable are not due and payable in the current period and, therefore, are not reported in the governmental funds.			50,150
Other			-0-
Net Position of Governmental Activities, Statement A		\$	<u>72,052</u>

See accompanying notes and independent accountant's report.

Village of Calvin, Louisiana
Statement of Revenues, Expenditures, and
Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2017

	<u>GENERAL FUND</u>
REVENUES	
Fees & Charges	\$ 4,823
Taxes	598
Other Income	50
TOTAL REVENUES	<u>5,471</u>
 EXPENDITURES	
Personnel Expense	18,366
Other Operating	7,211
Utilities	9,105
Repairs & Maintenance	7,086
TOTAL EXPENDITURES	<u>41,768</u>
 EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER)	
EXPENDITURES	<u>(36,297)</u>
 OTHER FINANCING SOURCES (USES)	
Transfers In (Out)	<u>36,832</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>36,832</u>
 NET CHANGE IN FUND BALANCE	535
 FUND BALANCES—BEGINNING	<u>21,367</u>
FUND BALANCES—ENDING	<u>\$ 21,902</u>

See accompanying notes and independent accountant's report.

Village of Calvin, 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, 2017

Amounts reported for governmental activities in the Statement of Activities are different because:

Net Change in Fund Balances, Total Governmental Funds, Statement E	\$	535
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		(2,165)
The issuance of long-term debt (bonds, leases, etc.) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs premiums, discounts, and similar items when debt is issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		-0-
Changes in Net Position of Governmental Activities, Statement B	\$	<u>(1,630)</u>

See accompanying notes and independent accountant's report.

Village of Calvin, Louisiana
Statement of Net Position, Proprietary Funds
June 30, 2017

	BUSINESS TYPE ACTIVITIES		
	ENTERPRISE FUNDS		
	SEWER FUND	WATER FUND	TOTAL
CURRENT ASSETS			
Cash & Cash Equivalents	\$ 21,117	\$ 119,351	\$ 140,468
Investments	-0-	21,094	21,094
Receivables, Net of Allowances	1,049	8,333	9,382
TOTAL CURRENT ASSETS	<u>22,166</u>	<u>148,778</u>	<u>170,944</u>
NON-CURRENT ASSETS			
Capital Assets, Net of Accumulated Depreciation	305,265	1,539,636	1,844,901
TOTAL NON-CURRENT ASSETS	<u>305,265</u>	<u>1,539,636</u>	<u>1,844,901</u>
TOTAL ASSETS	<u>327,431</u>	<u>1,688,414</u>	<u>2,015,845</u>
LIABILITIES			
CURRENT LIABILITIES			
Accounts, Salaries, & Other Payables	356	351	707
Accrued Interest	-0-	2,054	2,054
Capital Project Loan-Water (Current Portion)	-0-	6,319	6,319
TOTAL CURRENT LIABILITIES	<u>356</u>	<u>8,724</u>	<u>9,080</u>
NON-CURRENT LIABILITIES			
Capital Project Loan-Water	-0-	72,752	72,752
TOTAL NON-CURRENT LIABILITIES	<u>-0-</u>	<u>72,752</u>	<u>72,752</u>
TOTAL LIABILITIES	<u>356</u>	<u>81,476</u>	<u>81,832</u>
NET POSITION			
Net Investment in Capital Assets	305,265	1,460,565	1,765,830
Unrestricted	21,810	146,373	168,183
TOTAL NET POSITION	<u>\$ 327,075</u>	<u>\$ 1,606,938</u>	<u>\$ 1,934,013</u>

See accompanying notes and independent accountant's report.

Village of Calvin, Louisiana
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
June 30, 2017

	BUSINESS TYPE ACTIVITIES		
	ENTERPRISE FUNDS		
	SEWER FUND	WATER FUND	TOTAL
OPERATING REVENUES			
Charges for Services	\$ 7,113	\$ 89,105	\$ 96,218
TOTAL OPERATING REVENUES	<u>7,113</u>	<u>89,105</u>	<u>96,218</u>
OPERATING EXPENSES			
Office Expense & Supplies	111	15,280	15,391
Maintenance & Repair	4,625	15,193	19,818
Depreciation	4,172	4,337	8,509
Other Operating	-0-	10,360	10,360
Utilities	13,035	49,271	62,306
TOTAL OPERATING EXPENSES	<u>21,943</u>	<u>94,441</u>	<u>116,384</u>
OPERATING INCOME (LOSS)	<u>(14,830)</u>	<u>(5,336)</u>	<u>(20,166)</u>
NON-OPERATING REVENUES (EXPENSES)			
Interest Income	4	146	150
Interest Expense	-0-	(5,032)	(5,032)
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>4</u>	<u>(4,886)</u>	<u>(4,882)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS & TRANSFERS	(14,826)	(10,222)	(25,048)
TRANSFERS IN/(OUT)	-0-	(36,832)	(36,832)
CAPITAL CONTRIBUTIONS	<u>121,402</u>	<u>19,148</u>	<u>140,550</u>
CHANGE IN NET POSITION	106,576	(27,906)	78,670
TOTAL NET POSITION – BEGINNING	<u>220,499</u>	<u>1,634,844</u>	<u>1,855,343</u>
TOTAL NET POSITION – ENDING	<u>\$ 327,075</u>	<u>\$ 1,606,938</u>	<u>\$ 1,934,013</u>

See accompanying notes and independent accountant's report.

Village of Calvin, Louisiana
Statement of Cash Flows
Proprietary Funds
June 30, 2017

	BUSINESS TYPE ACTIVITIES		
	ENTERPRISE FUNDS		
	SEWER FUND	WATER FUND	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers & Users	\$ 34,538	\$ 100,004	\$ 134,542
Payments to Suppliers	(30,761)	(45,413)	(76,174)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>3,777</u>	<u>54,591</u>	<u>58,368</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers To Other Funds	-0-	(36,832)	(36,832)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>-0-</u>	<u>(36,832)</u>	<u>(36,832)</u>
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES			
Capital Grants Received	121,402	19,148	140,550
Capital Outlay	(121,401)	-0-	(121,401)
Principal Paid on Capital Debt	-0-	(8,229)	(8,229)
Interest Paid on Capital Debt	-0-	(5,032)	(5,032)
NET CASH PROVIDED (USED) BY CAPITAL & RELATED FINANCING ACTIVITIES	<u>1</u>	<u>5,887</u>	<u>5,888</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment Income	4	146	150
(Increase) Decrease in Investments	-0-	(110)	(110)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<u>4</u>	<u>36</u>	<u>40</u>
NET INCREASE (DECREASE) IN CASH & CASH EQUIVALENTS	3,782	23,682	27,464
CASH & CASH EQUIVALENTS, BEGINNING OF YEAR	<u>17,335</u>	<u>95,669</u>	<u>113,004</u>
CASH & CASH EQUIVALENTS, END OF YEAR	<u>21,117</u>	<u>119,351</u>	<u>140,468</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	(14,830)	(5,336)	(20,166)
Depreciation Expense	13,035	49,271	62,306
(Increase) Decrease in Accounts Receivable	27,425	10,899	38,324
Increase (Decrease) in Accounts Payables	(21,853)	(243)	(22,096)
TOTAL ADJUSTMENTS	<u>18,607</u>	<u>59,927</u>	<u>78,534</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 3,777</u>	<u>\$ 54,591</u>	<u>\$ 58,368</u>

See accompanying notes and independent accountant's report.

**Notes To The Basic
Financial Statements**

Village of Calvin, Louisiana

NOTES TO THE BASIC FINANCIAL STATEMENTS

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Village of Calvin was incorporated under the provisions of the Lawrason Act. The Village operates under the Mayor-Board of Alderman form of government. The Village provides the following significant services to its residents as provided by its charter: public safety (police and fire), highways and streets, utilities (water, gas and sewer services) and general administrative functions, including coordination of related services with parish, state, and federal governing bodies.

The accounting and reporting policies of the Village of Calvin conform to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:517 and to the guides set forth in the Louisiana Municipal Audit and Accounting Guide, and to the industry audit guide, Audits of State and Local Governmental Units.

The following is a summary of certain significant accounting policies:

A. GOVERNMENT-WIDE & FUND FINANCIAL STATEMENTS

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

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segments are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Village of Calvin, Louisiana

NOTES TO THE BASIC FINANCIAL STATEMENTS CONTINUED

B. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, & FINANCIAL STATEMENT PRESENTATION

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

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

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The municipality reports the following major governmental funds:

- The General Fund is the municipality's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The municipality reports the following major proprietary fund:

- Enterprise Fund-Water and Sewer

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

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Village of Calvin, Louisiana

NOTES TO THE BASIC FINANCIAL STATEMENTS CONTINUED

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

C. EQUITY CLASSIFICATIONS

In the government-wide financial statements, equity is classified as Net Position and displayed in three components as applicable. The components are as follows:

Net Investment in Capital Assets - Capital assets including restricted capital assets, when applicable, net of accumulated depreciation.

Restricted Net Position - Net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (2) law through constitutional provisions or enabling legislation.

Unrestricted Net Position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets".

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

In the Fund Financial Statements, governmental fund equity is classified as a fund balance. The District has implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on the purposes for which resources can be used:

- a. Nonspendable fund balance – amounts that are not in a spendable form (such as prepaid expenses) or are required to be maintained intact;
- b. Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation;
- c. Committed fund balance – amounts constrained to specific purposes by a government itself using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;

Village of Calvin, Louisiana

**NOTES TO THE BASIC FINANCIAL STATEMENTS
CONTINUED**

- d. Assigned fund balance – amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- e. Unassigned fund balance – amounts that are available for any purpose; positive amounts are reported only in the general fund.

D. FIXED ASSETS

For the year ended June 30, 2017, no interest costs were capitalized for construction of fixed assets.

Depreciation of all exhaustible fixed assets is charged as an expense against its operations. Accumulated depreciation is reported on the proprietary fund balance sheet and governmental fund statement of activities. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

	<u>Life In Years</u>
Buildings	40
Water System	40
Sewer System	40
Equipment	5-10

E. CASH & INVESTMENTS

All cash and investments (CD's over 90 days) are reported at cost and are on deposit at federally insured banks.

It is the Village's policy for deposits to be 100% secured by collateral at market or par, whichever is lower, less the amount of the Federal Deposit Insurance Corporation insurance. The Village's deposits are categorized to give an indication of the level of risk assumed by the Village at fiscal year-end. The categories are described as follows:

- *Category 1* – Insured or collateralized with securities held by the Village or by its agent in the Village's name.
- *Category 2* – Collateralized with securities held by the pledging financial institution's trust department or agent in the Village's name.
- *Category 3* – Uncollateralized.

All cash and investments were fully secured at year end.

Village of Calvin, Louisiana

**NOTES TO THE BASIC FINANCIAL STATEMENTS
CONTINUED**

F. INVENTORIES

Immaterial amounts of inventory are maintained for general fund and enterprise fund operations and, accordingly, these supplies are expensed as purchased.

G. ACCOUNTS RECEIVABLE & ALLOWANCE FOR BAD DEBTS

At June 30, 2017, no reserve for bad debts was required in the general fund since the estimated uncollectible receivables outstanding were considered immaterial. At June 30, 2017, the receivables were as follows:

	Enterprise Fund		Governmental Fund
	Water Fund	Sewer Fund	General Fund
Grants Receivable	\$ -0-	\$ -0-	\$ -0-
Customer	8,750	1,101	9,851
Allowance for Bad Debts	(417)	(52)	(469)
Total	\$ 8,333	\$ 1,049	\$ 9,382

H. COMPENSATED ABSENCES

The Village has no compensated absence policy.

(2) AD VALOREM TAXES

The Village levies taxes on real and business personal property located within its boundaries. The Village utilizes the services of the Winn Parish Tax Assessor to assess the property values and prepare the Village's property tax roll. The Village bills and collects its own property taxes.

Property Tax Calendar	
Assessment Date	January 1
Levy Date	No Later Than June 1
Tax Bills Mailed	On or About October 15
Total Taxes Are Due	December 31
Penalties and Interest are Added	January 1
Lien Date	January 1

Ad Valorem Taxes are broken down as follows:

General Alimony	Mills 5.33
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Village of Calvin, Louisiana

**NOTES TO THE BASIC FINANCIAL STATEMENTS
CONTINUED**

(3) FIXED ASSETS

PROPERTY ENTERPRISE FUND: PLANT & EQUIPMENT

A summary of enterprise fund property, plant, and equipment at June 30, 2017, is as follows:

	<u>Balance 6-30-2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6-30-2017</u>
Water				
Distribution System & Equipment*	\$ 2,378,345	\$ -0-	\$ -0-	\$ 2,378,345
Accumulated Depreciation	(789,438)	(49,271)	-0-	(838,709)
Net	<u>1,588,907</u>	<u>(49,271)</u>	<u>-0-</u>	<u>1,539,636</u>
Sewer				
Plant & Equipment*	510,263	121,401	-0-	631,664
Accumulated Depreciation	(313,364)	(13,035)	-0-	(326,399)
Net	<u>\$ 196,899</u>	<u>\$ 108,366</u>	<u>\$ -0-</u>	<u>\$ 305,265</u>

*Water - Land in the amount of \$9,097 is included in this amount and is not being depreciated.

*Sewer - Land in the amount of \$9,197 is included in this amount and is not being depreciated.

Enterprise fund assets are depreciated on the straight-line basis using the following useful lives:

Sewer Plant	40 Years
Water Plant	40 Years
Equipment	5-10 Years

GOVERNMENTAL FUND

A summary of governmental fund depreciable assets at June 30, 2017, is as follows:

	<u>Balance 6-30-2016</u>	<u>Additions (Deletions)</u>	<u>Balance 6-30-2017</u>
Fixed Assets*	\$ 196,591	\$ -0-	\$ 196,591
Accumulated Depreciation	(144,276)	(2,165)	(146,441)
Net	<u>\$ 52,315</u>	<u>\$ (2,165)</u>	<u>\$ 50,150</u>

*This amount includes Land in the amount of \$7,162 that is not being depreciated.

Village of Calvin, Louisiana

**NOTES TO THE BASIC FINANCIAL STATEMENTS
CONTINUED**

Government fund assets are depreciated on the straight-line basis using the following useful lives:

Equipment	5-10 Years
Buildings & Improvements	40 Years

(4) CHANGES IN SHORT-TERM DEBT

The Village took out a short-term loan to pay for insurance expenses. As of June 30, 2017, it has been paid in full.

	Beginning Balance	Additions	Deletions	Ending Balance
Insurance – Capital Finance	\$ -0-	\$ 3,235	\$ (3,235)	\$ -0-
Total	\$ -0-	\$ 3,235	\$ 3,235	\$ -0-

(5) CHANGES IN LONG-TERM DEBT

The following is a summary of revenue bond transactions and general obligation debt transactions of the Village of Calvin for the year ended June 30, 2017.

	Water Revenue Bonds	Total
Bonds & Notes Payable - Beginning	\$ 87,300	\$ 87,300
Additions	-0-	-0-
Principal Retirements	(8,229)	(8,229)
Total	\$ 79,071	\$ 79,071

Bonds payable at June 30, 2017, are comprised of the following issues:

Revenue Bonds

\$109,500 of Water Revenue Bonds due annually in installments of \$9,840.91 starting 02/01/2013 and ending 02/01/27; interest at 4.12%.	\$ <u>79,071</u>
Total	\$ <u>79,071</u>

Village of Calvin, Louisiana

**NOTES TO THE BASIC FINANCIAL STATEMENTS
CONTINUED**

The annual requirements to amortize all debt outstanding as of June 30, 2017, including interest payments, are as follows:

Year Ending June 30,	Total
2018	9,841
2019	9,841
2020	9,841
2021	9,841
2022-2026	49,205
2027-2029	9,841
Total	\$ 98,410

(6) ELECTED OFFICIAL'S SALARIES

Name	Title	Compensation
Jeff Canerday	Mayor	\$ 3,145
Bobby D. Canerday	Alderman	\$ 1,083
John Wayne Canerday	Alderman	\$ 1,108
Ronald Abels	Alderman	\$ 1,108

(7) USE OF ESTIMATES

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

(8) RETIREMENT PLANS

The Village does not offer its employees a retirement plan. All employees are in the social security system.

(9) TRANSFERS

Transfers From/To Other Funds			
Fund	Transfers In	Transfers Out	Total
General	\$ 36,832	\$ -0-	\$ 36,832
Water	-0-	(36,832)	(36,832)
Sewer	-0-	-0-	-0-
Total	\$ 36,832	\$ (36,832)	\$ -0-

The transfers to the general fund were made for general expenditures.

Required Supplemental Information

Village of Calvin, Louisiana
Statement of Revenues, Expenditures, & Changes in Fund Balance
Budget and Actual
General Fund
For the Year Ended June 30, 2017

	BUDGET AMOUNTS		ACTUAL AMOUNTS BUDGETARY BASIS	BUDGET TO ACTUAL DIFFERENCES FAVORABLE (UNFAVORABLE)
	ORIGINAL	FINAL		
REVENUES				
Fees & Charges	\$ -0-	\$ -0-	\$ 4,823	\$ 4,823
Taxes	6,700	5,180	598	(4,582)
Other Income	-0-	-0-	50	50
TOTAL REVENUES	6,700	5,180	5,471	291
EXPENDITURES				
Personnel Expense	30,789	22,975	18,366	4,609
Other Administrative	5,383	2,742	7,211	(4,469)
Utilities	5,877	7,904	9,105	(1,201)
Repairs & Maintenance	7,470	7,160	7,086	74
TOTAL EXPENDITURES	49,519	40,781	41,768	(987)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(42,819)	(35,601)	(36,297)	(696)
OTHER FINANCING SOURCES (USES)				
Transfers In (Out)	44,100	41,500	36,832	(4,668)
TOTAL OTHER FINANCING SOURCES (USES)	44,100	41,500	36,832	(4,668)
NET CHANGE IN FUND BALANCE	\$ 1,281	\$ 5,899	535	\$ (5,364)
FUND BALANCES--BEGINNING			21,367	
FUND BALANCES--ENDING			\$ 21,902	

See independent accountant's compilation report.

Other Supplemental Information

VILLAGE OF CALVIN, LOUISIANA
Schedule of Compensation Benefits and Other Payments
to Agency Head or Chief Executive Officer
For the Year Ended June 30, 2017

Honorable Jeff Canerday, Mayor

Purpose	Amount
Salary	\$ 3,145
Benefits-Insurance	-0-
Benefits-Retirement	-0-
Benefits (Expense Allowance)	-0-
Car Allowance	-0-
Vehicle Provided by Government	-0-
Per Diem	-0-
Reimbursements	-0-
Travel	-0-
Registration Fees	-0-
Conference Travel	-0-
Continuing Professional Education Fees	-0-
Housing	-0-
Un-vouchered Expenses*	-0-
Special Meals	\$ -0-

*An example of an un-vouchered expense would be a travel advance.

See independent accountant's report.



Other Reports

VILLAGE OF CALVIN, LOUISIANA

MANAGEMENT LETTER COMMENTS

During the course of our review, we observed conditions and circumstances that may be improved. Below are findings noted for improvement and our recommendation for improvement.

CURRENT YEAR MANAGEMENT LETTER COMMENTS

2017-1 Annual Filing of Financial Statements

Condition: The Village did not timely file their financial statements with the Legislative Auditor.

Criteria: LSA-RS 24:514, LSA-RS 33:463, and/or LSA-RS 39:92, as applicable, require that governmental units file their financial statements annually with the Legislative Auditor's office within six months of the entity's year end closing.

Cause of Condition: Not having the financial statements completed on time.

Effect of Condition: Compliance Violation

Recommendation: We recommend the Village file their financial statements with the Legislative Auditor's office within six months of year end closing.

Client Response and Corrective Action: The Village will file their financial statements with the Legislative Auditor's office within six months of closing.

Contact Person: Jeff Canerday

Anticipated Completion Date: June 30, 2018

2017-2 Village Accounting Methods

Condition: The Village is not posting all bank accounts into its accounting software and reconciling the bank accounts monthly.

Criteria: Best practices include posting all bank accounts into the accounting software and reconciling the bank accounts monthly.

Cause of Condition: Not following best practices.

Effect of Condition: Incomplete/Inaccurate financial data.

Recommendation: The Village should post all bank accounts into its accounting software and reconcile the bank accounts monthly.

VILLAGE OF CALVIN

MANAGEMENT LETTER COMMENTS – (CONT.)
For the Year Ended June 30, 2017

Client Response and Corrective Action: The Village will begin posting all bank accounts into its accounting software and reconcile the bank accounts monthly.

Contact Person: Jeff Canerday

Anticipated Completion Date: June 30, 2018

2017-3 Adequate Documentation of Expenditures

Condition: In a testing of a random sample of expenditures, the auditor found that 2 expenditures or 33% of items tested lacked adequate documentation.

Criteria: All government expenditures should be supported with documentation that describes the expenditure and the business purpose.

Cause of Condition: Change of offices and misplacement or loss of documents.

Effect of Condition: Compliance violation.

Recommendation: All expenditures should be adequately documented as to the reason and business purpose of the expenditure.

Client Response and Corrective Action: The administration will document all expenditures as to the reason and business purpose of the expenditure.

Contact Person: Jeff Canerday

Anticipated Completion Date: June 30, 2018

2017-4 Bond Commission Approval For Loans

Condition: The Village of Calvin secured a short-term loan in the amount of \$3,234.75 during the year without first getting approval from the State Bond Commission. The loan was paid in full as of June 30, 2017.

Criteria: A Louisiana government entity may not incur any indebtedness in excess of 90 days without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, and LSA-RS 47:1803-4.

Cause of Condition: Borrowing funds without approval from the State Bond Commission.

VILLAGE OF CALVIN

MANAGEMENT LETTER COMMENTS – (CONT.)
For the Year Ended June 30, 2017

Effect of Condition: Compliance violation of Article VII, Section 9 of the 1974 Louisiana Constitution, and LSA-RS 47:1803-4.

Recommendation: The Village should discontinue securing loans before receiving approval from the State Bond Commission.

Client Response and Corrective Action: The Village will discontinue securing loans before receiving approval from the State Bond Commission.

Contact Person: Jeff Canerday

Anticipated Completion Date: June 30, 2018

2017-5 Bond Reserve Account Required by Bond Covenants

Condition: The Village did not maintain its bond reserve accounts as required by its bond indentures.

Criteria: The Village of Calvin is required to maintain a separately identifiable fund sufficient in amount to pay promptly and fully the principal of and interest on the certificates as they become due and payable. A sum equal to one-twelfth of the total amount of interest and one-twelfth of the principal is to be transferred from the revenue account on or before the 20th day of each month of each year.

Cause of Condition: Not depositing money into a reserve account.

Effect of Condition: Noncompliance with bond indentures.

Recommendation: The Village should maintain a reserve account in accordance with bond indenture requirements.

Client Response and Corrective Action: We discussed this with the mayor and they agreed to begin maintaining a bond reserve account.

Contact Person: Jeff Canerday

Anticipated Completion Date: June 30, 2018

VILLAGE OF CALVIN, LOUISIANA

MANAGEMENT'S SUMMARY OF PRIOR YEAR FINDINGS

Legislative Auditor
State of Louisiana
Baton Rouge, Louisiana 70804-9397

The management of the Village of Calvin, Louisiana has provided the following action summaries relating to management letter findings brought to their attention as a result of their financial compilation for the year ended June 30, 2016.

PRIOR YEAR FINDINGS

2016-1 Annual Filing of Financial Statements

Finding: The Village did not timely file their financial statements with the Legislative Auditor. LSA-RS 24:514, LSA-RS 33:463, and/or LSA-RS 39:92, as applicable, require that governmental units file their financial statements annually with the Legislative Auditor's Office within six months of the entity's year end closing.

Recommendation and Client Response: We recommend the Village file their financial statements with the Legislative Auditor's office within six months of year end closing. The Village will file their financial statements with the Legislative Auditor's office within six months of closing.

2016-2 Village Accounting Methods

Finding: The Village is not posting all bank accounts into its accounting software and reconciling the bank accounts monthly. Best practices include posting all bank accounts into the accounting software and reconciling the bank accounts monthly.

Recommendation and Client Response: The Village should post all bank accounts into its accounting software and reconcile the bank accounts monthly. The Village will begin posting all bank accounts into its accounting software and reconcile the bank accounts monthly.

LOUISIANA ATTESTATION QUESTIONNAIRE

THE VERCHER GROUP

*A Professional Corporation of
Certified Public Accountants*

P.O. Box 1608

Jena, Louisiana 71342

Tel: (318) 992-6348

Fax: (318) 992-4374

In connection with your review of our financial statements as of June 30, 2017 and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulation and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of May 25, 2018.

Public Bid Law

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office.

Yes [] No []

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.

Yes [] No []

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes [] No []

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

Yes [] No []

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.

Yes [] No []

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.

Yes [] No []

We have had our financial statements reviewed in accordance with RS 24:513.

Yes [] No []

We have complied with R.S. 24:513 A. (3) regarding disclosure of compensation, reimbursements, benefits and other payments to the agency head, political subdivision head, or chief financial officer.

Yes No

Meetings

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes No

Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60.

Yes No

Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, R.S. 14:138, and AG opinion 79-729.

Yes No

Prior-Year Comments

We have resolved all prior-year recommendations and/or comments.

Yes No

General

We are responsible for our compliance with the foregoing laws and regulations and the internal controls over compliance with such laws and regulations.

Yes No

We have evaluated our compliance with these laws and regulations prior to making these representations.

Yes No

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations.

Yes No

We have made available to you all records that we believe are relevant to the foregoing agreed-upon procedures.

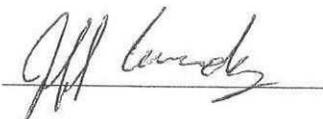
Yes No

We have provided you with any communications from regulatory agencies, internal auditors, other independent practitioners or consultants or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of your report.

Yes No

We will disclose to you, the Legislative Auditor, and the applicable state grantor agency/agencies any known noncompliance that may occur up to the date of your report.

Yes No

Signed: 

Title: 