

VILLAGE OF DUBBERLY, LOUISIANA

FINANCIAL REPORT

DECEMBER 31, 2018

VILLAGE OF DUBBERLY, LOUISIANA
Financial Statements
As of and for the Year Ended December 31, 2018

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To the Honorable Curtis Hirth, Mayor
and the Members of the Board of Aldermen
Village of Dubberly, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities, business-type activities, and each major fund of the Village of Dubberly, Louisiana as of and for the year ended December 31, 2018, which collectively comprise the Village's basic financial statements as listed in the table of contents, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Service Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Village's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Accounting principles generally accepted in the United States of America require that Budgetary Comparison Schedule on page 15 be presented to supplement the basic financial statements. Such information is presented for purposes of additional analysis and, although not a required 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 and for placing the basic financial statements in an appropriate operational, economic, or historical context. Such information is the responsibility of management. The required supplementary information was subject to our compilation engagement. We have not audited or reviewed the required supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information. Management has omitted the Management Discussion and Analysis that the Governmental Accounting Standards Board requires to be presented to supplement the basic financial statements. Such missing information, although not a required 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 and for placing the basic financial statements in an appropriate operational, economic, or historical context.

The supplementary information contained in Schedules 2 and 3 is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management. The information was subject to our compilation engagement. We have not audited or reviewed the required supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

We are not independent with respect to the Village of Dubberly, Louisiana.

W. M. Marten & Cole, LLC

Minden, Louisiana

June 30, 2019

BASIC FINANCIAL STATEMENTS

VILLAGE OF DUBBERLY, LOUISIANA

Statement of Net Position

December 31, 2018

	<u>Primary Government</u>		
	<u>Governmental</u>	<u>Business-</u>	
	<u>Activities</u>	<u>Type</u>	<u>Total</u>
		<u>Activities</u>	
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 181,893	\$ 142,810	\$ 324,703
Receivables (net allowances for uncollectibles)	1,361	7,618	8,979
Prepaid assets	1,935	7,471	9,406
Total current assets	<u>185,189</u>	<u>157,899</u>	<u>343,088</u>
Noncurrent assets:			
Restricted assets			
Cash and cash equivalents	-	24,811	24,811
Capital assets			
Land	-	5,519	5,519
Depreciable capital assets, net of depreciation	17,458	477,349	494,807
Total noncurrent assets	<u>17,458</u>	<u>507,679</u>	<u>525,137</u>
TOTAL ASSETS	<u>202,647</u>	<u>665,578</u>	<u>868,225</u>
LIABILITIES			
Current liabilities:			
Accounts, salaries, and other payables	639	3,775	4,414
Customer meter deposits	-	24,811	24,811
Total current liabilities	<u>639</u>	<u>28,586</u>	<u>29,225</u>
TOTAL LIABILITIES	<u>639</u>	<u>28,586</u>	<u>29,225</u>
NET POSITION			
Invested in capital assets, net of related debt	17,458	482,868	500,326
Unrestricted	<u>184,550</u>	<u>154,124</u>	<u>338,674</u>
TOTAL NET POSITION	<u>\$ 202,008</u>	<u>\$ 636,992</u>	<u>\$ 839,000</u>

See accountants' compilation report.

VILLAGE OF DUBBERLY, LOUISIANA
Statement of Activities
For the Year Ended December 31, 2018

	Program revenues			Net (expenses)/ revenue	Net (expenses) revenues and changes of primary government		
	Expenses	Charges for services	Capital grants & contributions		Governmental activities	Business-type activities	Total
Governmental activities:							
General government	\$ (18,543)	\$ -	\$ -	\$ (18,543)	\$ (18,543)	\$ -	\$ (18,543)
Public safety	(3,487)	4,036	-	549	549	-	549
Total governmental activities	(22,030)	4,036	-	(17,994)	(17,994)	-	(17,994)
Business-type activities:							
Water	(164,798)	132,437	24,990	(7,371)	-	(7,371)	(7,371)
Total business-type activities	(164,798)	132,437	24,990	(7,371)	-	(7,371)	(7,371)
Total primary government	\$ (186,828)	\$ 136,473	\$ 24,990	\$ (25,365)	\$ (17,994)	\$ (7,371)	\$ (25,365)
General revenues:							
Franchise taxes					\$ 7,864	\$ -	\$ 7,864
Investment earnings					1,681	262	1,943
Other general revenues					17,128	-	17,128
Total general revenues					26,673	262	26,935
Change in net position					8,679	(7,109)	1,570
Net position - beginning, as originally stated					185,488	636,738	822,226
Prior period adjustment					7,841	7,363	15,204
Net position - beginning, restated					193,329	644,101	837,430
Net position-ending					\$ 202,008	\$ 636,992	\$ 839,000

See accountants' compilation report.

STATEMENT C

VILLAGE OF DUBBERLY, LOUISIANA
 Balance Sheet - Governmental Fund
 December 31, 2018

	<u>General Fund</u>
ASSETS	
Cash and cash equivalents	\$ 181,893
Accounts receivable	<u>1,361</u>
 TOTAL ASSETS	 <u>\$ 183,254</u>
 LIABILITIES	
Accounts, salaries, and other payables	<u>\$ 639</u>
 FUND BALANCE	
Unassigned	<u>182,615</u>
 TOTAL LIABILITIES AND FUND BALANCE	 <u>\$ 183,254</u>

See accountants' compilation report.

STATEMENT D

VILLAGE OF DUBBERLY, LOUISIANA
Reconciliation of the Governmental Fund Balance Sheet to
The Government-Wide Financial Statement of Net Position
December 31, 2018

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

Fund Balances, Total Governmental Funds (Statement C)	\$ 182,615
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds	17,458
Other assets used in governmental activities that are not financial resources and, therefore, are not reported in the governmental funds	<u>1,935</u>
Net Position of Governmental Activities (Statement A)	<u>\$ 202,008</u>

See accountants' compilation report.

STATEMENT E

VILLAGE OF DUBBERLY, LOUISIANA
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Governmental Fund
For the Year Ended December 31, 2018

	<u>General Fund</u>
REVENUES	
Franchise	\$ 7,864
Fines and forfeitures	4,036
Investment earnings	1,681
Other revenues	<u>17,128</u>
TOTAL REVENUES	<u>30,709</u>
EXPENDITURES	
General government	16,550
Public safety	<u>2,985</u>
TOTAL EXPENDITURES	<u>19,535</u>
Excess of revenues over expenditures	11,174
Fund balances - beginning	<u>171,441</u>
Fund balance - ending	<u><u>\$ 182,615</u></u>

See accountants' compilation report.

VILLAGE OF DUBBERLY, LOUISIANA

Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balance of the Governmental Fund to the Statement of Activities
For the Year Ended December 31, 2018

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

Net Change in Fund Balances, Total Governmental Funds (Statement E)	\$ 11,174
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.	(2,588)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	<u>93</u>
Change in Net Position of Governmental Activities (Statement B)	<u><u>\$ 8,679</u></u>

See accountants' compilation report.

STATEMENT G

VILLAGE OF DUBBERLY, LOUISIANA
Statement of Net Position - Proprietary Fund
December 31, 2018

	<u>Utility Fund</u>
ASSETS	
Current assets:	
Cash and cash equivalents	\$ 142,810
Accounts receivable, net of allowance	7,618
Prepaid assets	<u>7,471</u>
Total current assets	<u>157,899</u>
Noncurrent assets:	
Restricted assets	
Cash and cash equivalents	24,811
Capital assets	
Land	5,519
Equipment	11,909
Utility plant and equipment	1,147,692
Accumulated depreciation	<u>(682,252)</u>
Total noncurrent assets	<u>507,679</u>
TOTAL ASSETS	<u>665,578</u>
LIABILITIES	
Current liabilities:	
Accounts, salaries, and other payables	3,775
Customer meter deposits	<u>24,811</u>
Total current liabilities	<u>28,586</u>
TOTAL LIABILITIES	<u>28,586</u>
NET POSITION	
Invested in capital assets, net of related debt	482,868
Unrestricted	<u>154,124</u>
TOTAL NET POSITION	<u>\$ 636,992</u>

See accountants' compilation report.

STATEMENT H

VILLAGE OF DUBBERLY, LOUISIANA

Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Fund
For the Year Ended December 31, 2018

	<u>Utility Fund</u>
OPERATING REVENUES	
Charges for services	
Water	\$ 131,242
Penalties/service charges	70
Other charges for services	<u>1,125</u>
TOTAL OPERATING REVENUES	<u>132,437</u>
OPERATING EXPENSES	
Salaries & compensation	41,430
Payroll taxes	2,859
Office supplies & postage	3,580
Utilities	16,828
Operating supplies	7,492
Insurance	12,934
Repairs and maintenance	42,341
Other services and charges	8,121
Depreciation	<u>29,213</u>
TOTAL OPERATING EXPENSES	<u>164,798</u>
Operating loss	(32,361)
NONOPERATING REVENUES AND EXPENSES	
Investment income	262
Grant revenues	<u>24,990</u>
TOTAL NONOPERATING REVENUES AND EXPENSES	<u>25,252</u>
Change in net position	(7,109)
Net position - beginning, as originally stated	636,738
Prior period adjustment	<u>7,363</u>
Net position - beginning, restated	<u>644,101</u>
Net position - end of year	<u><u>\$ 636,992</u></u>

See accountants' compilation report.

VILLAGE OF DUBBERLY, LOUISIANA
Statement of Cash Flows - Proprietary Fund
Years Ended December 31, 2018

	<u>Utility Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 134,097
Other operating cash receipts	24,990
Cash payments for supplies and services	(91,250)
Cash payments to employees for service and taxes	<u>(43,964)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>23,873</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Net increase in meter deposits	<u>1,425</u>
NET CASH USED FOR FINANCING ACTIVITIES	<u>1,425</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on interest-bearing deposits	<u>262</u>
NET CASH USED FOR INVESTING ACTIVITIES	<u>262</u>
Net increase (decrease) in cash and cash equivalents	25,560
Cash and cash equivalents at beginning of year	<u>142,061</u>
Cash and cash equivalents at end of year	<u><u>\$ 167,621</u></u>
Cash and Cash equivalents- unrestricted	\$ 142,810
Cash and Cash equivalents- restricted	<u>24,811</u>
	<u><u>\$ 167,621</u></u>

See accountants' compilation report.

STATEMENT I

VILLAGE OF DUBBERLY, LOUISIANA
 Statement of Cash Flows - Proprietary Funds
 Years Ended December 31, 2018

	<u>Utility Fund</u>
Reconciliation of operating income to net cash provided by operating activities:	
Operating loss	\$ (7,371)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	29,213
Changes in assets and liabilities -	
Increase (decrease) in accounts receivable	1,660
(Increase) decrease in prepaid assets	(109)
Increase (decrease) in accruals	326
Increase (decrease) in accounts payable	<u>154</u>
 Net cash provided (used) by operating activities	 <u>\$ 23,873</u>

See accountants' compilation report.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF DUBBERLY, LOUISIANA
 Budgetary Comparison Schedule
 For the Year Ended December 31, 2018

	<u>Budgeted Amounts</u>		Actual (Cash basis)	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Over (Under)
REVENUES				
Franchise tax	\$ 6,750	\$ 6,503	\$ 6,503	\$ -
Fines and forfeitures	5,000	4,100	4,036	(64)
Interest	1,225	1,100	1,681	581
Miscellaneous	<u>16,640</u>	<u>17,135</u>	<u>17,128</u>	<u>(7)</u>
TOTAL REVENUES	<u>29,615</u>	<u>28,838</u>	<u>29,348</u>	<u>510</u>
EXPENDITURES				
General government	18,024	16,513	16,519	(6)
Public safety	<u>2,700</u>	<u>3,000</u>	<u>2,985</u>	<u>15</u>
TOTAL EXPENDITURES	<u>20,724</u>	<u>19,513</u>	<u>19,504</u>	<u>9</u>
Excess of revenues over expenditures	8,891	9,325	9,844	519
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>171,936</u>	<u>171,936</u>
Fund balance at end of year	<u>\$ 8,891</u>	<u>\$ 9,325</u>	<u>\$ 181,780</u>	<u>\$ 172,455</u>

SUPPLEMENTARY INFORMATION

VILLAGE OF DUBBERLY, LOUISIANA
 Schedule of Compensation Paid Board Members
 For the Year Ended December 31, 2018

The Village of Dubberly, Louisiana paid the following amounts to the mayor and members of the Council as of December 31, 2018:

	<u>Compensation</u>
Mayor	
Curtis Hirth	\$ 2,400
Council	
Johnny Brown	1,200
Lynn Cooley	1,200
Douglas Culpepper	1,200
Charles Mims	<u>1,200</u>
 TOTAL	 <u>\$ 7,200</u>

VILLAGE OF DUBBERLY, LOUISIANA
Schedule of Compensation, Benefits, and Other Payments to Agency Head
For the Year Ended December 31, 2018

Agency head name: Curtis Hirth - Mayor	<u>Amount</u>
Salary	\$ 2,400
Reimbursements	<u>13</u>
TOTAL	<u><u>\$ 2,413</u></u>

OTHER INFORMATION

VILLAGE OF DUBBERLY, LOUISIANA

Summary Schedules of Prior Year Findings
For the year ended December 31, 2018

2017-1 Significant Deficiency in Internal Control over Financial Reporting

Finding: As is common in small organizations, management has chosen to engage the CPA to propose certain year-end adjusting entries and to assist in the preparation of their annual financial statements.

Status: Resolved. The compilation will include a statement that preparer is not independent.

VILLAGE OF DUBBERLY, LOUISIANA

**Corrective Action Plan for Current Year Findings
For the year ended December 31, 2018**

There are no findings required to be reported in the current year.