

**VILLAGE OF DELTA**

**DELTA, LOUISIANA**

Financial Statements

For the Year Ended June 30, 2017  
with  
Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
FINANCIAL STATEMENTS  
JUNE 30, 2017**

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**VILLAGE OF DELTA  
DELTA, LOUISIANA  
FINANCIAL STATEMENTS  
JUNE 30, 2017**

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# THE HALFORD FIRM, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT ACCOUNTANT'S REVIEW REPORT

The Honorable Mayor Marvin Ashley, and Members of  
The Board of Aldermen  
Village of Delta  
Delta, Louisiana

We have reviewed the accompanying financial statement of the governmental activities, the business-type activities and the major funds of the Village of Delta as of and for the year ended June 30, 2017, 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 Village's personnel. A review is substantially less in scope than an audit, the object of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

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 conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and budgetary comparison information on pages 3 through 7 and 26 through 28 are presented only for purposes of additional analysis and are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. This information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and we are not aware of any material modifications that should be made there.

The Honorable Mayor Marvin Ashley, and Members of  
The Board of Aldermen  
Village of Delta  
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The other supplementary information on pages 29 through 32 is the responsibility of management and is derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements. In our opinion, the other supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

In accordance with the Louisiana Governmental Audit Guide and the provisions of state law, we have issued a report dated November 10, 2017, on the results of our agreed-upon procedures on pages 33 through 36.

*The Halford Firm, PLLC*

Vicksburg, Mississippi  
November 10, 2017

**REQUIRED SUPPLEMENTARY INFORMATION**

**PART I**

## MANAGEMENT'S DISCUSSION AND ANALYSIS

Our discussion and analysis of The Village of Delta, Louisiana's financial performance provides an overview of the Village's financial activities for the year ended June 30, 2017. Please read it in conjunction with the Village's financial statements, which begin on page 8.

### FINANCIAL HIGHLIGHTS

The Village's net position decreased \$17,838 as a result of this year's operations. This decrease in net position is the result of an operating loss in the enterprise fund.

During the year, the Village had total expenses of \$280,679 in governmental funds and expenses of \$165,187 in the Water and Sewer Funds.

The Village's total revenue in governmental funds for the current year was \$331,526. This was an increase of \$60,494 from the previous year. This increase is due to the expansion of corporate limits to annex three businesses. This increased sales tax and video poker revenue.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This Management Discussion and Analysis document introduces the Village's basic financial statements. The annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities provide information about the financial activities as a whole and illustrate a longer-term view of the Village's finances. The Balance Sheet and Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Fund tell how these services were financed in the short term as well as what remains for future spending. Fund Financial Statements also report the operations in more detail than the Government-wide Financial Statements by providing information about the most significant funds. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide financial statements.** The government-wide financial statements are designed to provide readers with a broad overview of the Village's finances, in a manner similar to a private-sector business. The government-wide financial statements provide short- and long-term information about the Village's financial status as a whole.

The Village of Delta's government-wide financial statements include a Statement of Net Position (pg. 8) and Statement of Activities (pg. 9), which are prepared using accounting principles that are similar to commercial enterprises. The purpose of the Statement of Net Position is to report all of the assets held and liabilities owed by the Village using the full accrual basis of accounting. The Village reports all of its assets when it acquires ownership over the assets and reports all of its liabilities when they are incurred.

The difference between the Village's total assets and total liabilities is reported as net position and this difference is similar to the total owner's equity presented by a commercial enterprise. Over time, increases or decreases in the Village's net position are indicators of whether financial health is improving or deteriorating.

The purpose of the Statement of Activities is to present the revenues and expenses of the Village. Again, the items presented on the Statement of Activities are measured in a manner similar to the approach used by a commercial enterprise in that revenues are recognized when earned or established criteria are satisfied, and expenses are reported when incurred by the Village. Thus, revenues are reported even though they may not be collected for several months after the end of the accounting period and expenses are recorded even though they may not have used cash during the current period.

**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.

**Governmental funds.** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the Governmental Fund Balance Sheet and Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Village of Delta adopts an annual appropriated budget for the general fund. A budgetary comparison statement is provided to demonstrate compliance with this budget.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Village's performance.

## REPORTING ON THE VILLAGE OF DELTA AS A WHOLE

The following table reflects the condensed Statement of Net Position:

### CONDENSED STATEMENT OF NET POSITION Years Ended June 30, 2017, and 2016

	<u>2017</u>	<u>2016</u>
<b>Assets</b>		
Current and other assets	\$ 251,968	\$ 272,641
Capital assets, net of accumulated depreciation	<u>1,275,372</u>	<u>1,247,591</u>
Total Assets	<u>1,527,340</u>	<u>1,520,232</u>
<b>Liabilities</b>		
Current and other liabilities	47,939	36,920
Long-term note payable	<u>245,484</u>	<u>231,557</u>
Total Liabilities	<u>293,423</u>	<u>268,477</u>
<b>Net Position</b>		
Invested in capital assets, net of related debt	1,017,919	1,012,484
Restricted	82,101	77,016
Unrestricted	<u>133,897</u>	<u>162,255</u>
Total Net Position	<u>\$ 1,233,917</u>	<u>\$ 1,251,755</u>

Net position may serve over time as a useful indicator of a government's financial position. In the case of the Village of Delta, assets exceed liabilities at the close of the fiscal year by \$1,233,917 in 2017, and \$1,251,755 in 2016. Of these amounts \$1,017,919 or 82%, and \$1,012,484 or 81% of the total net position represents the investment of the Village in capital assets, net of related debt. Net position of \$133,897 for 2017, and \$162,255 for 2016, which are technically unrestricted, need to be viewed in light of information in the fund financial statements.

The following table reflects the condensed Statement of Activities:

**CONDENSED STATEMENT OF ACTIVITIES**  
Years Ended June 30, 2017, and 2016

	<u>2017</u>	<u>2016</u>
<b>Governmental Funds:</b>		
<b>Revenues</b>		
Traffic fines	\$ 112,239	\$ 153,554
Taxes	122,204	66,654
License & permits	21,295	3,597
Interest income	65	65
Intergovernmental	25,000	-
Other	50,722	42,167
Total	<u>331,525</u>	<u>266,037</u>
<b>Expenses</b>		
General government	116,178	122,025
Public safety	149,765	139,248
Public works	14,736	16,771
Interfund transfer	11,323	6,536
Total	<u>292,002</u>	<u>284,580</u>
Change in Net Position	39,523	(18,543)
Net Position - beginning	<u>303,424</u>	<u>321,967</u>
Net Position - ending	<u>\$ 342,947</u>	<u>\$ 303,424</u>
<b>Business Type Activities:</b>		
<b>Revenues</b>		
Charges for service	\$ 96,493	\$ 97,921
Interest income	10	15
Intergovernmental	-	30,000
Interfund transfer	11,323	6,536
Total	<u>107,826</u>	<u>134,472</u>
<b>Expenses</b>		
Water & sewer	<u>165,187</u>	<u>175,159</u>
Change in Net Position	(57,361)	(40,687)
Net Position - beginning	<u>948,331</u>	<u>989,018</u>
Net Position - ending	<u>\$ 890,970</u>	<u>\$ 948,331</u>

## **Financial Analysis of the Government's Funds**

As noted earlier, the Village uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of expendable resources. Such information is useful in assessing the financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2017, combined governmental fund balances of \$139,636 showed an increase of \$16,297 when compared to June 30, 2016.

## **Budgetary Highlights**

The Village's budget is prepared according to Louisiana law.

A budgetary comparison schedule showing the Village's original and amended adopted budgets compared with actual operating results is provided in the report that follows.

## **Economic Factors and Next Year's Budgets**

The Village considered many factors when setting the 2018 budget.

Revenues and expenditures of the Village's funds are expected to remain fairly consistent with the 2017 fiscal year, with the exception of sales tax and video poker revenue increases.

## **Capital Asset and Debt Administration**

**Capital assets.** The Village's investment in capital assets as of June 30, 2017, amounts to \$1,275,372 (net of accumulated depreciation). This investment includes land, buildings, water and sewer plants, furniture, equipment and automobiles. Depreciation expense was \$71,782.

**Long-term debt.** At June 30, 2017, the Village had two notes on the sewer treatment plant totaling \$231,558, and a note for fire truck purchase of \$25,895.

## **CONTACTING THE VILLAGE'S MANAGEMENT**

This financial report is designed to provide our taxpayers with a general overview of the Village's finances and to show the Village's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Village of Delta, P. O. Box 29, Delta, Louisiana 71233.

## **BASIC FINANCIAL STATEMENTS**

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**VILLAGE OF DELTA  
DELTA, LOUISIANA  
STATEMENT OF NET POSITION  
JUNE 30, 2017**

	<u>Government</u>	<u>Business Type</u>	<u>Total</u>
<b>Assets</b>			
Cash and cash equivalents	\$ 119,261	\$ (2,119)	\$ 117,142
Accounts receivable	32,148	10,672	42,820
Restricted assets - cash	5,549	86,457	92,006
Capital assets - net	229,206	1,046,166	1,275,372
Total Assets	<u>386,164</u>	<u>1,141,176</u>	<u>1,527,340</u>
<b>Liabilities</b>			
Accounts payable	10,271	8,743	19,014
Accrued wages	3,621	-	3,621
Payroll taxes payable	3,430	-	3,430
Customer deposits	-	9,905	9,905
Note payable	8,166	-	8,166
Bonds payable - current	-	3,803	3,803
Total Current Liabilities	<u>25,488</u>	<u>22,451</u>	<u>47,939</u>
Bonds payable - long term	-	227,755	227,755
Note payable - long term	17,729	-	17,729
Total Long Term Liabilities	<u>17,729</u>	<u>227,755</u>	<u>245,484</u>
Total Liabilities	<u>43,217</u>	<u>250,206</u>	<u>293,423</u>
<b>Net Position (Deficit)</b>			
Invested in capital assets, net of related debt	203,311	814,608	1,017,919
Restricted	5,549	76,552	82,101
Unrestricted	134,087	(190)	133,897
Total Net Position	<u>\$ 342,947</u>	<u>\$ 890,970</u>	<u>\$ 1,233,917</u>

See accompanying notes and Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2017**

Function/Program	Program-Revenue			Net Revenue (Expenses)			
	Expenses	Charges for Services	Operating Grants	Capital Grants	Government Activities	Business-Type Activities	Total
<b>Governmental Activities:</b>							
General government	\$ 116,178	\$ -	\$ -	\$ -	\$ (116,178)	\$ -	\$ (116,178)
Public safety	149,765	112,239	-	25,000	(12,526)	-	(12,526)
Public works	14,736	-	-	-	(14,736)	-	(14,736)
Total Government Activities	<u>280,679</u>	<u>112,239</u>	<u>-</u>	<u>25,000</u>	<u>(143,440)</u>	<u>-</u>	<u>(143,440)</u>
<b>Business Type Activities:</b>							
Water & sewer	<u>165,187</u>	<u>96,493</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(68,694)</u>	<u>(68,694)</u>
<b>Total Primary Government</b>	<u>\$ 445,866</u>	<u>\$ 208,732</u>	<u>-</u>	<u>\$ 25,000</u>	<u>(143,440)</u>	<u>(68,694)</u>	<u>(212,134)</u>
<b>General Revenues:</b>							
Ad valorem taxes					26,453	-	26,453
Licenses and permits					21,295	-	21,295
Sales tax					89,409	-	89,409
Franchise tax					6,342	-	6,342
Video poker					24,626	-	24,626
Interest income					65	10	75
Transfers					(11,323)	11,323	-
Rents					12,300	-	12,300
Other revenue					13,796	-	13,796
Total General Revenues					<u>182,963</u>	<u>11,333</u>	<u>194,296</u>
Changes in Net Position					39,523	(57,361)	(17,838)
Net Position - Beginning					<u>303,424</u>	<u>948,331</u>	<u>1,251,755</u>
Net Position - Ending					<u>\$ 342,947</u>	<u>\$ 890,970</u>	<u>\$ 1,233,917</u>

See accompanying notes and Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2017**

	General Fund	Other Governmental Funds	Total
<b>Assets</b>			
Cash	\$47,128	\$ 77,682	\$124,810
Receivables	31,398	750	32,148
Total Assets	<u>78,526</u>	<u>78,432</u>	<u>156,958</u>
<b>Liabilities</b>			
Accounts payable	10,223	48	10,271
Accrued wages	3,621	-	3,621
Payroll taxes payable	3,430	-	3,430
Total Liabilities	<u>17,274</u>	<u>48</u>	<u>17,322</u>
<b>Fund Balance</b>			
Assigned fund balance	-	78,384	78,384
Unassigned fund balance	61,252	-	61,252
Total Fund Balance	<u>61,252</u>	<u>78,384</u>	<u>139,636</u>
 Total Liabilities and Equity	 <u>\$78,526</u>	 <u>\$ 78,432</u>	 <u>\$156,958</u>

See accompanying notes and Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET POSITION  
JUNE 30, 2017**

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

Fund Balances, Total Governmental Funds	\$139,636
Long-term liabilities applicable to the Village of Delta's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. All liabilities, both current and long-term, are reported in the Statement of Net Position	(25,895)
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	<u>229,206</u>
Net Position of Governmental Activities	<u><u>\$342,947</u></u>

See accompanying notes and Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2017**

	General Fund	Other Governmental Funds	Total
<b>Revenues</b>			
Ad valorem taxes	\$ 6,822	\$ 19,632	\$ 26,454
Fines & court fees	112,239	-	112,239
Licenses & permits	21,295	-	21,295
Sales tax	89,409	-	89,409
Franchise tax	6,342	-	6,342
Beer tax	260	-	260
Video poker	24,626	-	24,626
Interest	21	44	65
Rent	12,300	-	12,300
Grant	25,000	-	25,000
Other	8,586	4,950	13,536
Total Revenues	<u>306,900</u>	<u>24,626</u>	<u>331,526</u>
<b>Expenditures</b>			
Current:			
General governmental	112,805	-	112,805
Public safety	98,511	24,048	122,559
Public works	14,676	60	14,736
Capital outlay	34,818	18,988	53,806
Total Expenditures	<u>260,810</u>	<u>43,096</u>	<u>303,906</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>46,090</u>	<u>(18,470)</u>	<u>27,620</u>
Other Financing Sources (Uses)			
Transfers in	-	-	-
Transfers out	(11,323)	-	(11,323)
Total Other Financing Sources (Uses)	<u>(11,323)</u>	<u>-</u>	<u>(11,323)</u>
Net Change in Fund Balance	34,767	(18,470)	16,297
Fund Balance - Beginning	<u>26,485</u>	<u>96,854</u>	<u>123,339</u>
Fund Balance - Ending	<u>\$ 61,252</u>	<u>\$ 78,384</u>	<u>\$ 139,636</u>

See accompanying notes and Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES  
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	\$ 16,297
Government 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 outlay exceeded depreciation in the current period.	<u>23,226</u>
Change in Net Position of Governmental Activities	<u>\$ 39,523</u>

See accompanying notes and Independent Accountant's Review Report

**VILLAGE OF DELTA**  
**DELTA, LOUISIANA**  
**STATEMENT OF NET POSITION – ENTERPRISE FUND**  
**JUNE 30, 2017**

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
<b>Assets</b>			
Current Assets:			
Cash and cash equivalents	\$ (4,559)	\$ 2,440	\$ (2,119)
Accounts receivable	5,666	5,006	10,672
Total Current Assets	<u>1,107</u>	<u>7,446</u>	<u>8,553</u>
Non-current Assets:			
Restricted cash and cash equivalents	9,910	76,547	86,457
Capital assets:			
Depreciable:			
Property, plant, and equipment	73,990	1,535,007	1,608,997
Accumulated depreciation	(12,570)	(553,261)	(565,831)
Land	3,000	-	3,000
Total Non-current Assets	<u>74,330</u>	<u>1,058,293</u>	<u>1,132,623</u>
Total Assets	<u>75,437</u>	<u>1,065,739</u>	<u>1,141,176</u>
<b>Liabilities and Net Assets</b>			
Current Liabilities:			
Accounts payable	7,460	1,283	8,743
Bonds payable - Current	-	3,803	3,803
Total Current Liabilities	<u>7,460</u>	<u>5,086</u>	<u>12,546</u>
Liabilities payable from restricted assets:			
Customer deposits	9,905	-	9,905
Long-Term Debt:			
Bonds payable - Long term	-	227,755	227,755
Total Liabilities	<u>17,365</u>	<u>232,841</u>	<u>250,206</u>
Net Position (Deficit)			
Invested in capital assets, net of related debt	64,420	750,188	814,608
Restricted	5	76,547	76,552
Unrestricted	(6,353)	6,163	(190)
Total Net Position	<u>\$ 58,072</u>	<u>\$ 832,898</u>	<u>\$ 890,970</u>

See accompanying notes and Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES  
IN NET POSITION – ENTERPRISE FUND  
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Operating Revenues:			
Water and sewer revenue	\$40,678	\$ 34,376	\$ 75,054
Other operating revenue	21,439	-	21,439
Total Operating Revenue	<u>62,117</u>	<u>34,376</u>	<u>96,493</u>
 Operating Expenses:			
Water purchases	50,393	-	50,393
Salaries and benefits	-	27,590	27,590
Repairs and maintenance	10,274	9,090	19,364
Utilities	3,397	6,802	10,199
Office	1,692	666	2,358
Training-travel	813	-	813
Depreciation	2,827	38,376	41,203
Auto expense	-	2,875	2,875
Dues	594	-	594
Total Operating Expenses	<u>69,990</u>	<u>85,399</u>	<u>155,389</u>
 Net Operating Profit (Loss)	<u>(7,873)</u>	<u>(51,023)</u>	<u>(58,896)</u>
 Non-operating Revenues (Expenses)			
Transfers in	100	11,223	11,323
Interest income	-	10	10
Interest expense	-	(9,798)	(9,798)
Total Non-operating Revenue	<u>100</u>	<u>1,435</u>	<u>1,535</u>
 Net Income (Loss)	<u>(7,773)</u>	<u>(49,588)</u>	<u>(57,361)</u>
 Net Position - Beginning	<u>65,845</u>	<u>882,486</u>	<u>948,331</u>
 Net Position - Ending	<u>\$ 58,072</u>	<u>\$ 832,898</u>	<u>\$ 890,970</u>

See accompanying notes and Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
STATEMENT OF CASH FLOWS – ENTERPRISE FUND  
FOR THE YEAR ENDED JUNE 30, 2017**

Cash Flows From Operating Activities	
Cash received from customers	\$116,007
Cash payments for salaries and benefits	(27,990)
Cash payments for water purchases	(49,870)
Cash payments for other operating expenses	(34,036)
Net cash provided by operating activities	<u>4,111</u>
Cash Flows From Capital And Financing Activities	
Increase in customer deposits	950
Acquisition of capital assets	(19,863)
Loan payments	(3,649)
Transfers in	11,323
Interest expense	(9,798)
Net cash provided by capital and financing activities	<u>(21,037)</u>
Cash Flows From Investing Activities	
Interest income	<u>10</u>
Net Decrease in Cash and Cash Equivalent.	(16,916)
Cash and Cash Equivalents - Beginning	<u>101,254</u>
Cash and Cash Equivalents - Ending	<u>\$ 84,338</u>
Supplemental Disclosures	
Cash paid for interest	<u>\$ 9,798</u>
Reconciliation of Net Profit from Operation to Net Cash Provided By Operation:	
Net Operating - Profit (Loss)	\$ (58,896)
Depreciation expense	41,203
Decrease in accounts receivable	19,514
Increase in accounts payable and accrued wages	<u>2,290</u>
Net Cash Provided By Operations	<u>\$ 4,111</u>

See accompanying notes and Independent Accountant's Review Report

**NOTES TO THE FINANCIAL STATEMENTS**

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 20167**

**INTRODUCTION**

The Village of Delta, Louisiana (the Village) was created under the provisions of the Lawrason Act, Louisiana Revised Statute 33:321 on August 28, 1973, and operates under a Mayor-Board of Aldermen form of government.

The Mayor and three Alderpersons are elected at large every four years by the citizens of the Village, and are compensated for their services.

The purpose of the municipality is to promote the general welfare, safety, health, peace, good order, comfort, convenience, and morals of its inhabitants.

The Village is situated in the northwest part of Madison Parish with a population of 284. Within its boundaries are approximately 5 miles of roads maintained by the Village. It is currently servicing 134 water and sewer customers and employs 7 people.

GASB Statement No. 14, *The Reporting Entity*, established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this statement, the Village is considered a primary government since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the Village may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The Village does not have oversight of any other component units. Therefore, no other government unit is included in the Village's financial statements.

**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Government-Wide and Fund Financial Statements**

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. 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.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly

-continued

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017 - continued**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**A. Government-Wide and Fund Financial Statements (continued)**

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.

**B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. 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 revenues 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 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. Only the portion of special assessment receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The Village reports the following major governmental funds:

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

-continued

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017 - continued**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**B. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)**

The Village also has two funds that are considered non-major:

Fire Department Fund - A fee is added to each water bill monthly to be used for the maintenance and operation cost of the Village's fire department.

Street Fund -This is used to maintain the Village's streets.

**C. Cash and Cash Equivalents**

Cash includes amounts in demand deposits. Under state law, the Village may deposit funds in demand deposits, interest bearing demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana. Certificates of deposits are classified as investments if their maturities exceed 90 days. However, if the original maturities are 90 days or less, they are classified as cash equivalents.

**D. Investments**

Investments are limited by Louisiana Revised Statute 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. In accordance with GASB Statement No. 31, investments are recorded at fair value with the corresponding increase or decrease reported in investment earnings.

**E. Capital Assets**

Under GASB Statement No. 34, capital assets, which include buildings, other improvements, machinery and equipment, vehicles, and furniture and fixtures, are reported and depreciated in the applicable government or business-type activities column of the government-wide financial statements. No long-term capital assets or depreciation are shown in the governmental fund statements.

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**VILLAGE OF DELTA  
DELTA, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017 - continued**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**E. Capital Assets (continued)**

As permitted by GASB Statement No. 34, the Village has elected not to capitalize infrastructure assets retroactively such as streets, sidewalks, drainage, and street lighting.

All purchased capital assets are recorded at cost. Donated capital assets are valued at fair market value at date of gift. Major additions are capitalized while maintenance and repairs that do not improve or extend the life of the respective assets are charged to expense. Interest is capitalized on funds used during construction of projects acquired with bonds.

Capital assets are depreciated over the estimated useful lives of the assets using the straight-line method. Estimated useful lives are as follows (in years):

Buildings	26 to 40 years
Water System	30 to 40 years
Sewerage System	40 years
Office Equipment	5 to 10 years
Equipment	5 to 20 years
Vehicles	5 years

**F. Fund Equity**

Beginning with fiscal year 2011, the Village implemented GASB Statement No. 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 a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

**Nonspendable Fund Balance** - amounts that are not in spendable form (such as inventory) or are required to be maintained intact.

**Restricted Fund Balance** - amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provision, or by enabling legislation.

**Committed Fund Balance** - amounts constrained to specific purposes by the Village itself, using its highest level of decision-making authority (i.e., Mayor/Board of Aldermen). To be reported as committed, amounts cannot be used for any other purpose unless the Village takes the same highest level action to remove or change the constraint.

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**VILLAGE OF DELTA  
DELTA, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017 - continued**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**F. Fund Equity (continued)**

Assigned Fund Balance - amounts the Village intends to use for a specific purpose. Intent is expressed by the Mayor/Board of Aldermen.

Unassigned Fund Balance - amounts that are available for any purpose.

**G. Budgets and Budgetary Accounting**

The Village follows these procedures in establishing the budgetary data reflected in these financial statements.

1. Prior to the beginning of each fiscal year, the Mayor submits a proposed budget to the Board of Aldermen for their approval.
2. A public hearing is conducted to obtain taxpayer comments.
3. The Board of Aldermen approves the budget prior to the beginning of the fiscal year.
4. Budget amendments during the fiscal year require approval by the Board of Aldermen.
5. All budgetary appropriations lapse at the end of the fiscal year.

**H. Property Taxes**

Ad valorem taxes were levied for the General Fund at 7.90 mills for 2017. No ad valorem taxes were levied for the Street Fund for 2017. Ad valorem taxes, which attach as enforceable liens on property as of January 1, are levied in October, become due on receipt and until December 31, and become delinquent on January 1 of the following year. The taxes are generally collected in December of the current year and January and February of the following year.

**I. Compensated Absences**

Employees of the Village do not accrue or "carry forward" vacation or sick pay from year to year. As such, there are no accruals made in either the Enterprise Funds, or the General Long-Term Debt account group for these payments.

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**VILLAGE OF DELTA  
DELTA, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017 - continued**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**J. Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates. The estimates are the responsibility of management. Actual results can differ from those estimated.

**K. Retirement Plan**

The Village does not participate in any retirement fund; therefore, all employees are covered by the social security administration.

**NOTE 2 - CASH AND CASH EQUIVALENTS**

At June 30, 2017, the Village had cash and cash equivalents totaling \$209,148 as follows:

Demand deposits	\$ 68,662
Interest bearing demand deposits	140,486
Total	\$ 209,148

These deposits are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on the deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually accepted to both parties.

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

As of June 30, 2017, the book balance of the Village's bank accounts was \$209,148, and the bank balance was \$212,335. Of the bank balance, \$212,335 was covered by federal depository insurance and \$ -0- by pledged securities.

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017 - continued**

**NOTE 3 - RECEIVABLES**

Receivables at June 30, 2017, consist of the following:

	<u>Governmental</u>	<u>Enterprise</u>	<u>Totals</u>
Receivables:			
Taxes	\$ 27,419	\$ -	\$ 27,419
Accounts	4,729	10,672	15,401
Total receivables	<u>\$ 32,148</u>	<u>\$ 10,672</u>	<u>\$ 42,820</u>

**NOTE 4 – CHANGES IN CAPITAL ASSETS**

The changes in capital assets are as follows:

	<u>Balance 6/30/2016</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 6/30/2017</u>
<b>Governmental Activities:</b>				
Land	\$ 3,310	\$ -	\$ -	\$ 3,310
Fire Station and steel building	413,966	2,713	-	416,679
Fire Station equipment	30,664	42,169	-	72,833
Tractors and equipment	29,234	1,269	-	30,503
Police equipment	97,225	33,549	-	130,774
Office equipment	7,267	-	-	7,267
Monument and fence	6,654	-	-	6,654
Total Capital Assets	<u>588,320</u>	<u>79,700</u>	<u>-</u>	<u>668,020</u>
Less: Accumulated depreciation	<u>(408,235)</u>	<u>(30,579)</u>	<u>-</u>	<u>(438,814)</u>
Net Capital Assets-governmental activities	<u>180,085</u>	<u>49,121</u>	<u>-</u>	<u>229,206</u>
<b>Business-Type Activities:</b>				
Land	3,000	-	-	3,000
Water tanks	54,127	-	-	54,127
Water treatment motor	-	19,863	-	19,863
Sewer treatment plant	1,019,044	-	-	1,019,044
Sewer tie-in	515,963	-	-	515,963
Total Capital Assets	<u>1,592,134</u>	<u>19,863</u>	<u>-</u>	<u>1,611,997</u>
Less Accumulated depreciation	<u>(524,628)</u>	<u>(41,203)</u>	<u>-</u>	<u>(565,831)</u>
Net Capital Assets-business-type activities	<u>\$1,067,506</u>	<u>\$ (21,340)</u>	<u>\$ -</u>	<u>\$1,046,166</u>

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**VILLAGE OF DELTA  
DELTA, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017 - continued**

**NOTE 5 – NOTES PAYABLE**

The Village completed a new sewer treatment plant in 2008. The plant was financed by two bond issues and grants.

Bond R - 1 - Principal amount of \$205,000 dated April 2, 2008, with interest at 4 1/8% per annum, payable in monthly payments of \$883.55 for forty years, balance at June 30, 2017: \$ 182,575

Bond R - 2 - Principal amount of \$55,000 dated April 2, 2008, with interest at 4 1/8% per annum, payable in monthly payments of \$237.05 for forty years, balance at June 30, 2017: 48,983

Total 231,558

Current portion 3,803

Long - Term \$ 227,755

<u>Maturity Schedule</u>	<u>Required Payment</u>	<u>Principle</u>	<u>Interest</u>	<u>Mortgage</u>
June 30, 2018	\$ 13,447	3,803	9,644	227,755
June 30, 2019	13,447	3,963	9,484	223,792
June 30, 2020	13,447	4,129	9,318	219,663
June 30, 2021	13,447	4,303	9,144	215,360
June 30, 2022	13,447	4,483	8,964	210,877
June 30, 2023 / 2027	67,236	25,411	41,825	185,466
June 30, 2028 / 2032	67,236	31,219	36,017	154,247
June 30, 2033 / 2037	67,236	38,357	28,879	115,890
June 30, 2038 / 2042	67,236	47,126	20,110	68,764
June 30, 2043 / 2047	67,236	57,901	9,335	10,863
June 30, 2048	<u>11,206</u>	<u>10,863</u>	<u>343</u>	<u>-</u>
Total	<u><u>\$ 414,621</u></u>	<u><u>\$ 231,558</u></u>	<u><u>\$ 183,063</u></u>	<u><u>\$ -</u></u>

-continued

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2017 - continued**

**NOTE 6 – CONTINGENT LIABILITIES**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the government expects such amounts, if any, to be immaterial.

**NOTE 7 – SUBSEQUENT EVENTS**

Subsequent events were evaluated through November 10, 2017, which was the day the financial statements were released. No evidence or information came to our attention that a subsequent event that has a material effect on the financial statements has occurred.

**REQUIRED SUPPLEMENTAL INFORMATION**

**PART II**

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGED IN FUND BALANCE  
BUDGET AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2017**

	Original	Amended	Actual	Variance Favorable (Unfavorable)
<b>Revenues</b>				
Sales tax	\$ 56,000	\$ 74,000	\$ 89,409	\$ 15,409
Traffic fines	144,500	104,000	112,239	8,239
Occupational licenses / permits	8,550	21,200	21,295	95
Interest	27	20	21	1
Ad valorem tax	5,400	6,800	6,822	22
Grant	-	25,000	25,000	-
Beer tax	295	196	260	64
Video poker	1,100	10,670	24,626	13,956
Vending machines	16,500	15,500	16,253	753
Franchise tax	4,750	4,825	6,342	1,517
Rent	12,240	12,610	12,300	(310)
Other	1,270	2,026	1,538	(488)
Total Revenue	<u>250,632</u>	<u>276,847</u>	<u>316,105</u>	<u>39,258</u>
<b>Expenditures</b>				
Office salary	35,500	36,000	37,146	(1,146)
Police salary	59,800	60,000	60,519	(519)
Mayor salary	12,000	12,000	12,000	-
City council salary	2,700	2,700	2,700	-
Water supervisor	12,000	895	2,486	(1,591)
Water /Sewer salary	-	-	500	(500)
Advertising	600	655	902	(247)
Vending machines	9,100	8,000	9,205	(1,205)
LACLE	4,210	3,689	3,576	113
NLCL	10,650	13,370	12,800	570
DHH - THISCITF	1,950	1,445	1,420	25
LA Supreme Court	-	124	137	(13)
Election expense	-	62	62	-
Dues and subscriptions	940	1,000	665	335
Insurance	27,600	21,500	21,473	27
CMIS	445	390	378	12
Legal and accounting	10,220	9,590	9,465	125
Office expense	3,800	4,675	4,732	(57)
Repairs and maintenance	1,000	2,600	2,767	(167)
Auto	480	1,500	1,366	134
K-9 expense	-	519	519	-
Police car maintenance	5,000	4,300	3,588	712
Police car gas	6,000	7,675	7,865	(190)
Police supplies	1,200	5,000	4,390	610
Police training	-	1,055	1,054	1
Police cell phone	2,300	2,250	2,240	10
Miscellaneous	-	115	223	(108)
Payroll taxes	11,000	13,000	10,013	2,987
Tax assessor	240	270	268	2
Telephone	2,055	1,980	1,953	27
Utilities	7,850	7,500	7,530	(30)
Mowing and maintenance	6,200	10,950	11,231	(281)
Mosquito control	-	25	24	1
Capital outlay	-	34,818	34,818	-
Total Expenditures	<u>234,840</u>	<u>269,652</u>	<u>270,015</u>	<u>(363)</u>

-continued

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGED IN FUND BALANCE  
BUDGET AND ACTUAL – GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2017 – continued**

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Excess of Revenue Over Expenditures	15,792	7,195	46,090	38,895
Other Financing Sources (Uses)				
Transfers in	-	-	-	-
Transfers out	(4,550)	(7,560)	(11,323)	(3,763)
Total Other Financing Sources (Uses)	(4,550)	(7,560)	(11,323)	(3,763)
Net Change in Fund Balance	11,242	(365)	34,767	35,132
Fund Balance - Beginning	26,485	26,485	26,485	-
Fund Balance - Ending	<u>\$ 37,727</u>	<u>\$ 26,120</u>	<u>\$ 61,252</u>	<u>\$ 35,132</u>

See Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL – NON MAJOR FUNDS  
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Amended</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<b>Revenues</b>				
Ad Valorem	\$ 25,236	\$21,080	\$ 19,632	\$ (1,448)
Interest	37	41	44	3
2% Fire insurance	3,280	-	1,754	1,754
Monthly fees	4,250	4,250	3,196	(1,054)
Total Revenues	<u>32,803</u>	<u>25,371</u>	<u>24,626</u>	<u>(745)</u>
<b>Expenditures</b>				
Supplies	1,225	3,200	18,923	(15,723)
Bank charges	145	140	144	(4)
Equipment rent	250	270	269	1
Auto expense	-	216	216	-
Capital outlay	-	32,582	18,988	13,594
Election	2,076	-	-	-
Utilities	525	750	778	(28)
Insurance	-	852	852	-
Inspection fees	-	92	92	-
Repairs and maintenance	-	4,500	2,386	2,114
Office	-	395	448	(53)
Total Expenditures	<u>4,221</u>	<u>42,997</u>	<u>43,096</u>	<u>(99)</u>
Excess (Deficiency) of Revenues Over Expenditures	28,582	(17,626)	(18,470)	(844)
Fund Balance - Beginning	<u>96,854</u>	<u>96,854</u>	<u>96,854</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 125,436</u>	<u>\$79,228</u>	<u>\$ 78,384</u>	<u>\$ (844)</u>

See Independent Accountant's Review Report

**OTHER SUPPLEMENTAL INFORMATION**

**PART III**

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2017**

	<u>Street Account</u>	<u>Volunteer Fire Department</u>	<u>Total</u>
<b>Assets:</b>			
Cash	\$ 40,637	\$ 37,045	\$ 77,682
Accounts Receivables	-	750	750
<b>Total Assets</b>	<u>40,637</u>	<u>37,795</u>	<u>78,432</u>
 <b>Liabilities and Fund Balance</b>			
<b>Liabilities:</b>			
Accounts Payable	-	48	48
<b>Fund Balance:</b>			
Assigned Fund Balance	<u>40,637</u>	<u>37,747</u>	<u>78,384</u>
 <b>Total Liabilities and Fund Balance</b>	<u>\$ 40,637</u>	<u>\$ 37,795</u>	<u>\$ 78,432</u>

See Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES – NON-MAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2017**

	<u>Street Account</u>	<u>Volunteer Fire Department</u>	<u>Total</u>
<b>Revenues</b>			
Ad Valorem taxes	\$ -	\$ 19,632	\$ 19,632
Miscellaneous	-	4,950	4,950
Interest earned	21	23	44
Total Revenues	<u>21</u>	<u>24,605</u>	<u>24,626</u>
<b>Expenditures</b>			
Current:			
Public safety	-	24,048	24,048
Public works	60	-	60
Capital outlay	-	18,988	18,988
Total Expenditures	<u>60</u>	<u>43,036</u>	<u>43,096</u>
Excess of Revenue Over Expenditures	(39)	(18,431)	(18,470)
Fund Balance - Beginning	<u>40,676</u>	<u>56,178</u>	<u>96,854</u>
Fund Balance - Ending	<u>\$ 40,637</u>	<u>\$ 37,747</u>	<u>\$ 78,384</u>

See Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
SCHEDULE OF COMPENSATION PAID TO MAYOR AND ALDERMEN  
FOR THE YEAR ENDED JUNE 30, 2017**

At the end of the current year, Mayor Marvin Ashley's salary was \$1,000 per month with a total of \$12,000 for the year.

Aldermen

Billy Peebles	\$ 900
Kathy Davis	900
Donald Frith	<u>900</u>
Total	<u><u>\$ 2,700</u></u>

See Independent Accountant's Review Report

**VILLAGE OF DELTA  
DELTA, LOUISIANA  
SCHEDULE OF COMPENSATION, BENEFITS, AND  
REIMBURSEMENTS PAID TO AGENCY HEAD  
JUNE 30, 2017**

Marvin Ashley – Mayor

Salary & expense amount	\$ 12,918
Reimbursements	<u>828</u>
Total	<u>\$ 13,746</u>

See Independent Accountant's Review Report

# THE HALFORD FIRM, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

## Independent Accountant's Report On Applying Agreed-Upon Procedures

Members  
American Institute of  
Certified Public Accountants

Mississippi Society of  
Certified Public Accountants

Louisiana Society of  
Certified Public Accountants

Honorable Mayor and Members  
Of the Board of Alderman  
Village of Delta, Louisiana

We have performed the procedures included in the Louisiana Government Audit Guide and enumerated below, which were agreed to by the management of the Village of Delta and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the Village's compliance with certain laws and regulations during the year ended June 30, 2017, included in the accompanying Louisiana Attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

### Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$30,000, or public works exceeding \$150,000, and determine whether such purchases were made in accordance with LSA-RS 38:221-2251 (the public bid law).

During the year ended June 30, 2017, the Village had no expenditure that required bids.

### Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each Board member as defined by LSA-RS 42:1100-1124 (the code of ethics), and a list of outside business interests of all board members and employees, as well as their immediate families.

Management provided us with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided us with the required list.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included in the listing obtained from management in agreed-upon procedure (2) as immediate family members.

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

#### Budgeting

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

Management provided us with a copy of the original budget and all amendments thereto.

6. Trace the budget adoption and amendments to the minute books.

We traced the adoption of the original budget to the minutes of a meeting held on June 21, 2016, which indicated that the budget had been adopted by the Board of Aldermen of the Village of Delta by a vote of all in favor. The general fund budget was amended June 20, 2017.

7. Compare the revenues and expenditures of the final budget to actual revenues, actual expenditures to determine if actual revenues failed to meet budgeted revenues by 5% or more or if actual expenditures exceed budgeted amounts by 5% or more.

We compared the revenues and expenditures of the final budget to actual revenues and expenditures. Actual expenditures for the year did not exceed budgeted amounts by more than 5%, and actual revenues exceeded or were within 5% of budgeted amounts for the general fund as well as the non-major governmental funds.

#### Accounting and Reporting

8. Randomly select 6 disbursements made during the period under examination and:

- A. Trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six disbursements and found that payment was for the proper amount and made to the correct payee.

- B. Determine if payments were properly coded to the correct fund and general ledger account;

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

- C. Determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated approvals from the Mayor. All six invoices were approved for payment by the Mayor.

#### Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:12 (the open meetings law).

The Village of Delta, Louisiana is only required to post a notice of each meeting and the accompanying agenda on the door of the Village's office building. Management has asserted that such documents were properly posted on the door of the office including an agenda for the meeting.

#### Debt

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

We inspected copies of all bank deposit slips for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

#### Advances & Bonuses

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

A reading of the minutes of the Village of Delta, Louisiana for the year indicated no approval for any bonus, advance, or gift. We also inspected payroll records for the year and noted no instances which would indicate payments to employees which would constitute bonuses, advances, or gifts.

#### Prior Comments and Recommendations

12. Review any prior year suggestions, recommendations, and/or comments to determine the extent to which such matters have been resolved.

There were no suggestions, recommendations, or comments for the prior year.

We were not engaged to, and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

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Independent Accountant's Report on  
Applying Agreed-Upon Procedures  
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This report is intended solely for the use of management of the Village of Delta and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*The Halford Firm, PLLC*

Vicksburg, Mississippi  
November 10, 2017