

VILLAGE OF HEFLIN, LOUISIANA

FINANCIAL STATEMENTS

DECEMBER 31, 2020

VILLAGE OF HEFLIN, LOUISIANA
 Financial Statements
 As of and for the year ended December 31, 2020

TABLE OF CONTENTS

	<u>Statement</u>	<u>Page</u>
Accountants' Compilation Report		1
 BASIC FINANCIAL STATEMENTS		
Government-wide Financial Statements		
Statement of Net Position	A	4
Statement of Activities	B	5
Fund Financial Statements		
Governmental Funds		
Balance Sheet	C	6
Reconciliation of the Governmental Funds Balance Sheet to the Government-wide Financial Statement of Net Position	D	7
Statement of Revenues, Expenditures and Changes in Fund Balance	E	8
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	F	9
Proprietary Funds		
Statement of Net Position	G	10
Statement of Revenues, Expenses and Changes in Net Position	H	11
Statement of Cash Flows	I	12
 REQUIRED SUPPLEMENTARY INFORMATION		
Budgetary Comparison Schedule	1	14
 SUPPLEMENTARY INFORMATION		
Schedule of Compensation Paid Board Members	2	16
Schedule of Compensation, Benefits and Other Payments To Agency Head	3	17
Justice System Fund Schedule – Receiving Entity	4	18
Justice System Funding Schedule – Collecting/Disbursing Entity	5	19
 OTHER INFORMATION		
Summary Schedule of Prior Year Findings		21
Corrective Action Plan for Current Year Findings		22

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CERTIFIED PUBLIC ACCOUNTANTS

To the Honorable Todd Leake, Mayor
and the members of the Board of Alderman
Village of Heflin, Louisiana

Management is responsible for the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Village of Heflin, Louisiana, as of and for the year ended December 31, 2020, 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 Services Committee of the American Institute of Certified Public Accountants. 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.

Supplementary Information

The accompanying schedule of compensation paid board members and schedule of compensation, benefits, and other payments the agency head are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information is the responsibility of management. The information was subject to our compilation engagement, but we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any assurance on such information.

The accompanying justice system funding schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information is the representation of management. We have not performed an audit, review or compilation on the required supplementary information and, accordingly, we do not express an opinion, a conclusion, nor provide any assurance on such information.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the following supplementary information on page 14 be presented to supplement the basic financial statements:

Budgetary Comparison Schedule

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. This information is the representation of management. We have not performed an audit, review or compilation on the required supplementary information and, accordingly, we do not express an opinion, a conclusion, nor provide any assurance on such information.

Management has omitted Management Discussion & Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the 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.

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.

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

Wise, Martin & Cole, LLC

Minden, Louisiana

September 30, 2021

BASIC FINANCIAL STATEMENTS

VILLAGE OF HEFLIN, LOUISIANA

Statement of Net Position
December 31, 2020

	Primary Government		<u>Total</u>
	<u>Governmental Activities</u>	<u>Business-type Activities</u>	
ASSETS			
Cash and cash equivalents	\$ 72,400	\$ 38,838	\$ 111,238
Investments	-	41,008	41,008
Receivable, net	-	3,952	3,952
Internal balances	515	(515)	-
Restricted assets - noncurrent:			
Cash	-	6,164	6,164
Capital assets:			
Land	6,150	-	6,150
Capital assets, net of depreciation	<u>256,145</u>	<u>433,364</u>	<u>689,509</u>
TOTAL ASSETS	<u>335,210</u>	<u>522,811</u>	<u>858,021</u>
LIABILITIES			
Accounts, salaries, and other payables	4,642	3,890	8,532
Deposit payable	<u>-</u>	<u>6,164</u>	<u>6,164</u>
TOTAL LIABILITIES	<u>4,642</u>	<u>10,054</u>	<u>14,696</u>
NET POSITION			
Net investment in capital assets	262,295	433,364	695,659
Unrestricted	<u>68,273</u>	<u>79,393</u>	<u>147,666</u>
TOTAL NET POSITION	<u>\$ 330,568</u>	<u>\$ 512,757</u>	<u>\$ 843,325</u>

See accountants' report.

STATEMENT B

VILLAGE OF HEFLIN, LOUISIANA

Statement of Activities
For the year ended December 31, 2020

Functions:	Program Revenues			Net (Expenses)/ Revenue	Net (Expenses) Revenues and Changes of Primary Government		Total
	Expenses	Charges for Services	Operating Grants and Contributions		Governmental Activities	Business-type Activities	
Governmental activities:							
General government	\$ (73,319)	1,098	1,500	(70,721)	(70,721)	-	(70,721)
Public safety	(21,839)	24,385	6,000	8,546	8,546	-	8,546
Total governmental activities	(95,158)	25,483	7,500	(62,175)	(62,175)	-	(62,175)
Business-type activities:							
Water	(69,375)	51,918	-	(17,457)	-	(17,457)	(17,457)
Total primary government	\$ (164,533)	\$ 77,401	\$ 7,500	\$ (79,632)	\$ (62,175)	\$ (17,457)	\$ (79,632)
General revenues:							
Franchise taxes					30,581	-	30,581
Insurance proceeds					23,271	-	23,271
Interest income					19	187	206
Miscellaneous					353	-	353
Total general revenues					54,224	187	54,411
Change in net position					(7,951)	(17,270)	(25,221)
Net position-beginning					338,519	530,027	868,546
Net position-ending					\$ 330,568	\$ 512,757	\$ 843,325

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Balance Sheet - Governmental Fund
December 31, 2020

	<u>General Fund</u>
ASSETS	
Cash and cash equivalents	\$ 72,400
Due from other funds	<u>515</u>
TOTAL ASSETS	<u>\$ 72,915</u>
LIABILITIES AND FUND BALANCES	
LIABILITIES	
Accounts, salaries, and other payables	<u>\$ 4,642</u>
TOTAL LIABILITIES	<u>4,642</u>
FUND BALANCES	
Unassigned	<u>68,273</u>
TOTAL FUND BALANCES	<u>68,273</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 72,915</u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Reconciliation of the Governmental Fund Balance Sheet
to the Government-Wide Financial Statement of Net Position
December 31, 2020

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

Fund balances, total governmental funds (Statement C)	\$ 68,273
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the fund financial statements	<u>262,295</u>
Net position of governmental activities (Statement A)	<u>\$ 330,568</u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Fund
For the year ended December 31, 2020

	General Fund
REVENUES	
Utility and franchise taxes	\$ 30,581
Intergovernmental revenues:	
State	6,000
Parish	1,500
Fines and forfeitures	24,385
Investment earnings	19
Insurance proceeds	23,271
Other revenues	<u>1,451</u>
Total revenues	<u>87,207</u>
EXPENDITURES	
General government:	
Utilities	12,463
Salaries and related expenditures	5,171
Office supplies	1,647
Advertising	847
Insurance	6,777
Repairs and maintenance	36,257
Accounting	2,750
Dues and subscriptions	165
Miscellaneous	197
Public safety:	
Salaries and related expenditures	11,619
Miscellaneous	<u>5,850</u>
Total expenditures	<u>83,743</u>
Excess of revenues over expenditures	3,464
Fund balances - beginning	<u>64,809</u>
Fund balance - ending	<u>\$ 68,273</u>

See accountants' report.

VILLAGE OF HEFLIN, 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, 2020

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

Net change in fund balances, total governmental funds, (Statement E)	\$ 3,464
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 depreciation exceeded capital outlay in the current period.	<u>(11,415)</u>
Change in Net Position of Governmental Activities, (Statement B)	<u>\$ (7,951)</u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Statement of Net Position, Proprietary Funds
December 31, 2020

	Business-type Activity
	Water Fund
	<u>Fund</u>
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 38,838
Investments	41,008
Accounts receivable, net of allowance	<u>3,952</u>
Total current assets	<u>83,798</u>
Noncurrent assets:	
Restricted assets:	
Cash and interest-bearing bank deposits	6,164
Capital assets:	
Plant and equipment	1,026,449
Less: accumulated depreciation	<u>(593,085)</u>
Total noncurrent assets	<u>439,528</u>
TOTAL ASSETS	<u><u>523,326</u></u>
LIABILITIES	
Current liabilities:	
Accounts, salaries, and other payables	3,890
Deposit payable	6,164
Due to other funds	<u>515</u>
Total current liabilities	<u>10,569</u>
TOTAL LIABILITIES	<u>10,569</u>
NET POSITION	
Invested in capital assets	433,364
Unrestricted	<u>79,393</u>
TOTAL NET POSITION	<u><u>\$ 512,757</u></u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Statement of Revenues, Expenditures and Changes in Fund Balance - Proprietary Fund
For the year ended December 31, 2020

	Business-type Activity
	<u>Water Fund</u>
Operating Revenues	
Charges for services	
Water sales	\$ 51,918
Total operating revenues	<u>51,918</u>
Operating Expenses	
Salaries	12,880
Meter reader and billing	480
Electricity	4,848
Office supplies	1,884
Accounting	1,800
Depreciation	24,685
Equipment repairs & maintenance	6,707
Travel	335
Taxes	1,113
Insurance	11,390
Other	<u>3,253</u>
Total operating expenses	<u>69,375</u>
Operating income (loss)	<u>(17,457)</u>
Nonoperating revenues (expenses)	
Interest income	<u>187</u>
Total nonoperating revenues and expenses	<u>187</u>
Change in net position	(17,270)
Net position - beginning	<u>530,027</u>
Net position - ending	<u>\$ 512,757</u>

See accountants' report.

VILLAGE OF HEFLIN, LOUISIANA

Statement of Cash Flows, Proprietary Funds
For the year ended December 31, 2020

	Business-type Activity <u>Water</u> <u>Fund</u>
Cash flows from operating activities	
Receipts from customers	\$ 51,664
Payments to employees	(12,880)
Payments to suppliers	<u>(29,967)</u>
Net cash provided (used) by operating activities	<u>8,817</u>
 Cash flows from investing activities	
Interest and dividends received	<u>32</u>
Net cash provided by investing activities	<u>32</u>
 Net increase in cash and cash equivalents	8,849
 Cash and cash equivalents, beginning of year	<u>36,153</u>
 Cash and cash equivalents, end of year	<u>\$ 45,002</u>
 Reconciliation of operating income to net cash provided (used) by operating activities	
Operating income (loss)	<u>\$ (17,457)</u>
 Depreciation	24,685
(Increase) decrease in accounts receivable	(554)
Increase (decrease) in accounts payable	1,843
Increase (decrease) in customer deposits	<u>300</u>
Total adjustments	<u>26,274</u>
Net cash provided by operating activities	<u>\$ 8,817</u>

See accountants' report.

REQUIRED SUPPLEMENTARY INFORMATION

VILLAGE OF HEFLIN, LOUISIANA

Governmental Fund Types
 Budgetary Comparison Schedule
 For the Year Ended December 31, 2020

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with
	<u>Original</u>	<u>Final</u>	<u>Cash Basis</u>	<u>Final Budget Over(Under)</u>
Revenues				
Utility and franchise taxes	\$ 39,000	\$ 39,000	\$ 30,581	\$ (8,419)
Intergovernmental revenues	-	-	1,500	1,500
Fines and forfeitures	40,900	40,900	24,385	(16,515)
Investment earnings	30	30	19	(11)
Other	<u>16,900</u>	<u>16,900</u>	<u>24,728</u>	<u>7,828</u>
Total revenues	<u>96,830</u>	<u>96,830</u>	<u>81,213</u>	<u>(15,617)</u>
Expenditures				
General government:				
Utilities	12,000	12,000	11,117	883
Salaries and related expenses	10,400	10,400	5,171	5,229
Office supplies	1,800	1,800	1,626	174
Advertising	2,000	2,000	997	1,003
Insurance	7,000	7,000	6,777	223
Repairs and maintenance	19,000	19,000	36,257	(17,257)
Legal and accounting	3,300	3,300	1,800	1,500
Dues and subscriptions	1,400	1,400	165	1,235
Travel	5,000	5,000	80	4,920
Miscellaneous	2,700	2,700	117	2,583
Public safety:				
Salary and related expenses	4,800	4,800	5,619	(819)
Miscellaneous	<u>9,000</u>	<u>9,000</u>	<u>5,743</u>	<u>3,257</u>
Total expenditures	<u>78,400</u>	<u>78,400</u>	<u>75,469</u>	<u>2,931</u>
Excess of revenues over expenditures	18,430	18,430	5,744	(12,686)
Fund balance at beginning of year	-	-	66,357	66,357
Fund balance at end of year	\$ 18,430	\$ 18,430	\$ 72,101	\$ 53,671

SUPPLEMENTARY INFORMATION

VILLAGE OF HEFLIN, LOUISIANA

Schedule of Compensation Paid Board Members
As of and for the year ended December 31, 2020

The following served on the Board without compensation or other benefits:

Todd Leake	Mayor
Hallie DeMoss	Alderman
Ralph James	Alderman
Matt Austin	Alderman

VILLAGE OF HEFLIN, LOUISIANA

Schedule of Compensation, Benefits and Other
Payments to Agency Head
As of and for the year ended December 31, 2020

Agency Head: Todd Leake, Mayor

Total salary and other benefits \$ =

VILLAGE OF HEFLIN, LOUISIANA

Justice System Funding Schedule - Receiving Entity
 For the year ended December 31, 2020

Cash Basis Presentation	First Six Month Period Ended 6/30/2020	Second Six Month Period Ended 12/31/2020
Receipts From:		
<i>Louisiana Department of Public Safety - Other</i>	\$ 25	\$ 25
Subtotal Receipts	<u>\$ 25</u>	<u>\$ 25</u>
Ending Balance of Amounts Assessed but Not Received	<u>\$ -</u>	<u>\$ -</u>

VILLAGE OF HEFLIN, LOUISIANA

Justice System Funding Schedule - Collecting/Disbursing Entity
For the year ended December 31, 2020

Cash Basis Presentation	First Six Month Period Ended 6/30/2020	Second Six Month Period Ended 12/31/2020
Beginning Balance of Amounts Collected	\$ -	\$ -
Add: Collections		
Other	13,434	10,891
Subtotal Collections	13,434	10,891
Less: Disbursements To Governments & Nonprofits		
Louisiana Commission on Law Enforcement - Other	94	99
Louisiana State Treasurer - Other	48	52
Louisiana Supreme Court - Other	24	26
Louisiana Traumatic Head and Spinal Cord Injury Trust Fund-Act 654-1993 Legislative Session - Other	240	260
North Louisiana Criminalistics Laboratory Commission - Other	220	320
Ware Youth Center - Other	360	390
Less: Amounts Retained by Collecting Agency		
Amounts self-disbursed to collecting agency - Other	12,448	9,744
Subtotal Disbursements/Retainage	13,434	10,891
Total: Ending Balance of Amounts Collected but not Disbursed/Retained	-	-
Ending Balance of "Partial Payments" Collected but not Disbursed	-	-

Other Information:		
Ending Balance of Total Amounts Assessed but not yet Collected	-	-
Total Waivers During the Fiscal Period	-	-

OTHER INFORMATION

VILLAGE OF HEFLIN, LOUISIANA

**Summary Schedule of Prior Year Findings
As of and for the year ended December 31, 2020**

There were no findings required to be reported in the prior year.

VILLAGE OF HEFLIN, LOUISIANA

Schedule of Current Year Findings
As of and for the year ended December 31, 2020

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