

VILLAGE OF HEFLIN, LOUISIANA

FINANCIAL REPORT

DECEMBER 31, 2014

VILLAGE OF HEFLIN, LOUISIANA

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VILLAGE OF HEFLIN, LOUISIANA

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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Members of the Board of Aldermen
Village of Heflin, Louisiana

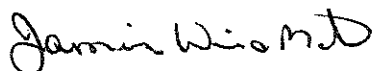
We have compiled the accompanying financial statements of the government activities, the business-type activities, and the major fund of the Village of Heflin, Louisiana, as of and for the year ended December 31, 2014, which collectively comprise the Village's basic financial statements as listed in the table of contents. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The management of the Village of Heflin, 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 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 compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist the management of the Village of Heflin, Louisiana, in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The budgetary comparison information on page 19 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have compiled the supplementary information from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or provide any assurance on the supplementary information.

The Village of Heflin, Louisiana, has not presented the management's discussion and analysis information that the Governmental Accounting Standards Board has determined is required to supplement, although not required to be a part of, the basic financial statements.



Minden, Louisiana
June 22, 2015

BASIC FINANCIAL STATEMENTS

VILLAGE OF HEFLIN, LOUISIANA
Statement of Net Position
December 31, 2014

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and cash equivalents	\$ 55,604	\$ 96,263	\$ 151,867
Investments	-	-	-
Receivables (net of allowances for uncollectibles)	-	5,607	5,607
Restricted assets	-	6,030	6,030
Capital assets (net)	334,936	581,772	916,708
TOTAL ASSETS	\$ 390,540	\$ 689,672	\$ 1,080,212
LIABILITIES			
Current Liabilities			
Accounts, salaries, and other payables	\$ 1,890	\$ 423	\$ 2,313
Noncurrent Liabilities			
Meter Deposits	-	6,030	6,030
TOTAL LIABILITIES	1,890	6,453	8,343
NET POSITION			
Invested in capital assets, net of related debt	334,936	581,772	916,708
Unrestricted	53,714	101,447	155,161
TOTAL NET POSITION	\$ 388,650	\$ 683,219	\$ 1,071,869

See accountants' compilation report and accompanying notes

VILLAGE OF HEFLIN, LOUISIANA
Statement of Activities
For the Year Ended December 31, 2014

	Program Revenues			Net (Expenses)/ Revenue	Net (Expenses) Revenues and Changes of Primary Government		
	Expenses	Charges for Services	Operating Grants and Contributions		Governmental Activities	Business-type Activities	Total
Governmental Activities							
General government	\$ 40,037	1,900	-	(38,137)	(38,137)	-	(38,137)
Public safety	28,627	14,385	6,000	(8,242)	(8,242)	-	(8,242)
Total Governmental Activities	<u>68,664</u>	<u>16,285</u>	<u>6,000</u>	<u>(46,379)</u>	<u>(46,379)</u>	<u>-</u>	<u>(46,379)</u>
Business-type Activities							
Water	62,602	46,066	17,200	664	-	664	664
Total Primary Government	<u>\$ 131,266</u>	<u>\$ 62,351</u>	<u>\$ 23,200</u>	<u>\$ (45,715)</u>	<u>\$ (46,379)</u>	<u>\$ 664</u>	<u>\$ (45,715)</u>
General Revenues:							
Franchise taxes					31,815	-	31,815
Occupational licenses					-	-	-
Investment earnings					14	125	139
Other revenues					2	-	2
Proceeds from sale of assets					-	-	-
Transfers					-	-	-
Total general revenues and transfers					<u>31,831</u>	<u>125</u>	<u>31,956</u>
Change in Net Position					(14,548)	789	(13,759)
Net position-beginning					403,198	682,430	1,085,628
Net position-ending					<u>\$ 388,650</u>	<u>\$ 683,219</u>	<u>\$ 1,071,869</u>

See accountants' compilation report and accompanying notes

VILLAGE OF HEFLIN, LOUISIANA
Balance Sheet, Governmental Funds
December 31, 2014

	GENERAL FUND
ASSETS	
Cash and cash equivalents	\$ 55,604
Other assets	<u>-</u>
TOTAL ASSETS	\$ 55,604
LIABILITIES AND FUND BALANCES	
Liabilities:	
TOTAL LIABILITIES	<u>1,890</u>
DEFERED INFLOWS OF RESOURCES	<u>-</u>
Fund balances:	
Unassigned	<u>53,714</u>
TOTAL FUND BALANCES	<u>53,714</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 55,604

See accountants' compilation report and accompanying notes

VILLAGE OF HEFLIN, LOUISIANA
Reconciliation of The Governmental Funds Balance Sheet
to The Government-Wide Financial Statement of Net Position
December 31, 2014

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

Fund Balances, Total Governmental Funds (Statement C)	\$ 53,714
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.	<u>334,936</u>
Net Position of Governmental Activities (Statement A)	<u>\$ 388,650</u>

See accountants' compilation report and accompanying notes

VILLAGE OF HEFLIN, LOUISIANA
Statement of Revenues, Expenditures and
and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2014

	TOTAL GENERAL FUND
REVENUES	
Occupational licenses	\$ -
Utility and franchise taxes	31,815
Intergovernmental revenues	
State & parish funds	6,000
Fines and forfeitures	14,385
Investment earnings	14
Other revenues	1,902
Total Revenues	<u>54,116</u>
EXPENDITURES	
General government	
Utilities	16,759
Secretarial & bookkeeping	3,600
Office supplies	828
Advertising	37
Insurance	8,877
Repairs and maintenance	292
Accounting	950
Dues and subscriptions	265
Miscellaneous	1,384
Public safety	
Police salary	8,400
Police expense	5,857
Capital Outlay	-
Total Expenditures	<u>47,249</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,867
Other financing sources, including transfers	-
Net change in fund balances	6,867
Fund balances -- beginning	46,847
Fund balances -- ending	<u>\$ 53,714</u>

See accountants' compilation report and accompanying notes

VILLAGE OF HEFLIN, 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 December 31, 2014

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

Net Change in Fund Balances, Total Governmental Funds, (Statement E)	\$ 6,867
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.	(21,415)
Some revenues reported in the statement of activities are not available as current financial resources and, therefore, are not reported as revenues in governmental fund.	-
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.	-
Change in Net Position of Governmental Activities, (Statement B)	<u>\$ (14,548)</u>

See accountants' compilation report and accompanying notes

VILLAGE OF HEFLIN, LOUISIANA
Statement of Net Position, Proprietary Funds
December 31, 2014

	BUSINESS-TYPE ACTIVITY
	<u>WATER FUND</u>
ASSETS	
Current Assets:	
Cash and cash equivalents	\$ 96,263
Investments	-
Receivables (net of allowances for uncollectibles)	5,607
Restricted assets	<u>6,030</u>
Total Current Assets	<u>107,900</u>
Non-Current Assets:	
Capital assets (net of accumulated depreciation)	<u>581,772</u>
Total Non-Current Assets	<u>581,772</u>
TOTAL ASSETS	\$ <u>689,672</u>
LIABILITIES	
Current Liabilities:	
Accounts, salaries, and other payables	\$ 423
Other liabilities	<u>6,030</u>
Total Current Liabilities	<u>6,453</u>
TOTAL LIABILITIES	<u>6,453</u>
NET POSITION	
Invested in capital assets, net of related debt	581,772
Unrestricted	<u>101,447</u>
TOTAL NET POSITION	\$ <u>683,219</u>

See accountants' compilation report and accompanying notes

STATEMENT H

VILLAGE OF HEFLIN, LOUISIANA
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2014

	<u>BUSINESS-TYPE ACTIVITY WATER FUND</u>
Operating Revenues	
Charges for services:	
Water sales	\$ 46,066
Total Operating Revenues	<u>46,066</u>
Operating Expenses	
Salaries	12,900
Meter Reader and Billing	1,084
Electricity	7,049
Office supplies	1,474
Accounting	1,500
Depreciation	25,107
Equipment repairs & maintenance	5,776
Taxes	1,835
Insurance	3,391
Other	2,486
Total Operating Expenses	<u>62,602</u>
Operating Income (loss)	<u>(16,536)</u>
Nonoperating Revenues (Expenses)	
Grant Revenue	17,200
Interest income	125
Total Nonoperating Revenues (Expenses)	<u>17,325</u>
Income (loss) Before Contributions and Transfers	789
Transfer out	<u>-</u>
Change in Net Position	789
Total Net Position-Beginning	682,430
Total Net Position-Ending	<u>\$ 683,219</u>

See accountants' compilation report and accompanying notes

STATEMENT I

VILLAGE OF HEFLIN, LOUISIANA
Statement of Cash Flows, Proprietary Funds
For the Year Ended December 31, 2014

	BUSINESS-TYPE ACTIVITY <u>WATER</u> <u>FUND</u>
Cash Flows From Operating Activities	
Receipts from customers and users	\$ 46,189
Salaries	(12,900)
Payments to suppliers	(24,540)
Net Cash Provided by Operating Activities	<u>8,749</u>
Cash Flows From Financing Activities	
Net increase in meter deposits	15
Grants	17,200
Investment in fixed assets	(9,225)
Net Cash Provided (used) by Noncapital Financing Activities	<u>7,990</u>
Cash Flows From Investing Activities	
Purchase of investments	(125)
Interest and dividends received	125
Net Cash Provided by Investing Activities	<u>-</u>
Net Increase in Cash and Cash Equivalents	16,739
Cash and Cash Equivalents, Beginning of Year	<u>60,717</u>
Cash and Cash Equivalents, End of Year	<u>\$ 77,456</u>
Reconciliation of Operating Income to Net Cash Provided (used) by Operating Activities	
Operating income (loss)	<u>(16,536)</u>
Depreciation expense	25,107
(Increase) decrease in accounts receivable	123
Increase (decrease) in accounts payable	55
Total Adjustments	<u>25,285</u>
Net Cash Provided by Operating Activities	<u>\$ 8,749</u>

See accountants' compilation report and accompanying notes

VILLAGE OF HEFLIN, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

INTRODUCTION

The Village of Heflin, Louisiana (the Village) was incorporated under the provisions of the Lawrason Act. The Village is located in the Parish of Webster, being in the northwest corner of the State. The Village operates under a Mayor-Board of Aldermen form of government.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PRESENTATION

The accompanying financial statements of the Village have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

A. Government-Wide and 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.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment 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 enterprise funds are reported as separate columns in the fund financial statements.

VILLAGE OF HEFLIN, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

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, as are the proprietary fund and fiduciary funds 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. Although most expenditures are recorded when a liability is incurred, as under accrual accounting, the measurement focus of a governmental fund significantly affects what items are to be considered expenditures in the governmental fund. Expenditures, and the related liabilities, are accrued when they are expected to be paid out of revenues recognized during the current period. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Franchise taxes, licenses, and interest associated with the current fiscal period are all considered 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 one major proprietary fund. The enterprise fund is used to account for operations (a) where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

VILLAGE OF HEFLIN, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to the same limitation. The government has elected not to follow subsequent private-sector guidance.

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. Eliminations of these charges would distort 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.

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 of the proprietary funds are from charges for electrical, water and sewerage 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.

When both restricted and unrestricted resources are available for use, it is the municipality's policy to use restricted resources first, then unrestricted resources as they are needed.

C. Deposits and Investments

Cash includes amounts in demand deposits, interest-bearing demand deposits, and money market accounts. Cash equivalents include amounts in time deposits, those investments with original maturities of 90 days or less. Under state law, the Village may deposit funds in demand deposits, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

For purposes of the statements of cash flows, cash and cash equivalents include cash, demand deposits, and certificates of deposit. Cash and cash equivalents are stated at cost.

VILLAGE OF HEFLIN, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

Under state law, the Village may invest in United States bonds, treasury notes, and certificates. In addition, the Village may invest in bonds, debentures, notes or other evidence of indebtedness issued or guaranteed by federal agencies and provided such obligations are backed by the full faith and credit of the U.S and also collateralized mortgage obligations, which have not been stripped into interest only and principal only obligations. These are classified as investments if their original maturities exceed 90 days; however, if the original maturities are 90 days or less, they are classified as cash equivalents. Investments are reported at fair value, which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Long-term investments, those with original maturities greater than one (1) year, are valued at the last reported sales price at current exchange rates.

D. Receivables and Payables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances for uncollectible receivables are based upon historical trends and the periodic aging of accounts receivable. Major receivable balances for the governmental activities include sales and use taxes, ad valorem taxes, franchise taxes, police fines, and grants. Business-type activities report utilities as their major receivable.

In the fund financial statements, material receivables in governmental funds include revenue accruals such as franchise tax, grants and other intergovernmental revenues since they are usually both measurable and available. Nonexchange transactions collectible but not available are deferred in the fund financial statements in accordance with modified accrual, but not deferred in the government-wide financial statements in accordance with the accrual basis. Interest and investment earnings are recorded when earned and only if paid within 60 days since they would be considered both measurable and available.

E. Restricted Assets

Restricted assets include cash and investments of the proprietary fund that are legally restricted as to their use. The primary restricted assets are related to utility meter deposits.

F. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets

VILLAGE OF HEFLIN, LOUISIANA
 NOTES TO FINANCIAL STATEMENTS
 December 31, 2014

are recorded as capital assets at their estimated fair market value at the date of donation. The village maintains a threshold level of \$2,500 or more for capitalizing capital assets.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. All capital assets, other than land, are depreciated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Roads, bridges, and infrastructure	25-50 years
Land improvements	10-30 years
Buildings and building improvements	10-40 years
Furniture and fixtures	5-15 years
Vehicles	5-10 years
Equipment	5-15 years

G. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require 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, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

BUDGET INFORMATION: The Village follows these procedures in establishing the budgetary data reflected in these financial statements:

- a) The Village Clerk prepares a proposed budget and submits same to the Mayor and the Council no later than fifteen days prior to the beginning of each fiscal year.
- b) The public is notified that the proposed budget is available for public inspection. At that time, a public hearing is called.
- c) A public hearing is held on the proposed budget at least ten days after publication of the call for the hearing.

VILLAGE OF HEFLIN, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

- d) After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is adopted through passage of an ordinance prior to the commencement of the fiscal year for which the budget is being adopted.
- e) Budgetary amendments involving the transfer of funds from one department, program or function to another or involving increases or decreases in expenditures resulting from revenues exceeding or failing to meet amounts estimated require the approval of the Council.
- f) All budgetary appropriations lapse at the end of each fiscal year.
- g) Budgets for the General and Special Revenue Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts, as originally adopted, are amended from time to time by the Council.

3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of amounts in demand deposit accounts, savings accounts, and certificates of deposit maturing in 90 days or less. Deposits (bank balances) of the Village in the amount of \$157,848 are fully secured as of December 31, 2014, with federal deposit insurance.

4. INVESTMENTS

Louisiana Revised Statutes and the Village's investment policy govern the procedures to be followed and the types of allowable securities to be purchased by the Village. On December 31, 2014, the water fund held investments totaling \$40,070 in certificates of deposit whose maturities were greater than 90 days. The investments are in the name of the Village of Heflin and are held in the trust department of the custodial bank selected by the Village. The certificates are considered to be fully insured with federal deposit insurance and are classified as Category 1 in applying the credit risk of GASB Codification Section 150.164.

VILLAGE OF HEFLIN, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

5. CAPITAL ASSETS

Capital assets and depreciation activity as of and for the year ended December 31, 2014, for the primary government is as follows:

	Balance <u>January 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>December 31, 2014</u>
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 6,150	-	-	6,150
Construction in progress	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total capital assets, not being depreciated	<u>6,150</u>	<u>-</u>	<u>-</u>	<u>6,150</u>
Capital assets being depreciated				
Buildings	287,179	-	-	287,179
Land improvements other than buildings	13,226	-	-	13,226
Equipment	<u>422,316</u>	<u>-</u>	<u>-</u>	<u>422,316</u>
Total capital assets being depreciated	<u>722,721</u>	<u>-</u>	<u>-</u>	<u>722,721</u>
Less accumulated depreciation for:				
Buildings	72,793	6,384	-	79,177
Land improvements other than buildings	7,000	661	-	7,661
Equipment	<u>292,727</u>	<u>14,370</u>	<u>-</u>	<u>307,097</u>
Total accumulated depreciation	<u>372,520</u>	<u>21,415</u>	<u>-</u>	<u>393,935</u>
Total capital assets, being depreciated, net	<u>350,201</u>	<u>(21,415)</u>	<u>-</u>	<u>328,786</u>
Governmental activities capital assets, net	<u>\$ 356,351</u>	<u>(21,415)</u>	<u>-</u>	<u>334,936</u>
Business-type activities:				
Capital assets being depreciated				
Land Improvements other than buildings	\$1,011,198	9,225	-	1,020,423
Equipment	<u>4,924</u>	<u>-</u>	<u>-</u>	<u>4,924</u>
Total capital assets being depreciated	<u>1,016,122</u>	<u>9,225</u>	<u>-</u>	<u>1,025,347</u>
Less accumulated depreciation for:				
Land improvements other than buildings	413,544	25,107	-	438,651
Equipment	<u>4,924</u>	<u>-</u>	<u>-</u>	<u>4,924</u>
Total accumulated depreciation	<u>418,468</u>	<u>25,107</u>	<u>-</u>	<u>443,575</u>
Total capital assets, being depreciated, net	<u>597,654</u>	<u>(15,882)</u>	<u>-</u>	<u>581,772</u>
Business-type capital assets, net	<u>\$ 597,654</u>	<u>(15,882)</u>	<u>-</u>	<u>581,772</u>

VILLAGE OF HEFLIN, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

Depreciation expense was charged as direct expense of the primary government as follows:

Governmental activities:		Business-type activities:	
General government	\$ 7,045	Water	\$ <u>25,107</u>
Public safety	14,370		
Recreation	<u>-</u>	Total	\$ <u>25,107</u>
Total	\$ <u>21,415</u>		

6. ON-BEHALF PAYMENTS

During the fiscal year ended December 31, 2014, the village’s police chief received \$500 per month for January – December 2014 in police supplemental pay from the State of Louisiana, Department of Public Safety and Corrections, totaling \$6,000. The village recognizes this supplemental pay received by the employees as revenues and expenditures of the village. The revenues are reported in the general fund and the expenditures are included in the public safety expenditures.

7. SUBSEQUENT EVENTS

Subsequent events have been evaluated through June 22, 2015. This date represents the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

VILLAGE OF HEFLIN, LOUISIANA
Statement of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual
General Fund
For the Year Ended December 31, 2014

	<u>Budgeted Amounts</u>		<u>Actual Amounts GAAP Basis</u>	<u>Variance with Final Budget Over(Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Occupational licenses	\$ 24,000	24,000	-	(24,000)
Utility and franchise taxes	8,500	8,500	31,815	23,315
Intergovernmental -				
Grants	-	-	-	-
Miscellaneous-				
Civic center rentals	1,500	1,500	1,900	400
Police fines	10,000	10,000	14,385	4,385
Interest income	-	-	14	14
Other	6,602	6,602	6,002	(600)
Total Revenues	<u>50,602</u>	<u>50,602</u>	<u>54,116</u>	<u>3,514</u>
Expenditures				
General government				
Utilities	11,700	11,700	16,759	(5,059)
Salaries and related expenses	8,100	8,100	3,728	4,372
Legal and accounting	2,800	2,800	950	1,850
Insurance	5,500	5,500	8,877	(3,377)
Supplies	300	300	828	(528)
Repairs and maintenance	6,000	6,000	292	5,708
Miscellaneous	3,050	3,050	1,558	1,492
Public safety - police				
Police salary and related expenses	8,400	8,400	8,699	(299)
Police Expense				
Repairs & maintenance	2,750	2,750	3,957	(1,207)
Court costs	1,000	1,000	1,601	(601)
Capital expenditures	1,000	1,000	-	1,000
Total Expenditures	<u>50,600</u>	<u>50,600</u>	<u>47,249</u>	<u>3,351</u>
Excess of Revenues Over Expenditures	2	2	6,867	163
Other financing sources, including transfers	-	-	-	-
Fund Balance (Deficit) at Beginning of Year	<u>47,598</u>	<u>47,598</u>	<u>46,847</u>	<u>(751)</u>
Fund Balance (Deficit) at End of Year	<u>\$ 47,600</u>	<u>47,600</u>	<u>53,714</u>	<u>(588)</u>

See accountants' compilation report.

SUPPLEMENTAL SCHEDULES

VILLAGE OF HEFLIN, LOUISIANA

SCHEDULE OF COMPENSATION PAID BOARD MEMBERS
 Year Ended December 31, 2014

Board members, along with the mayor, received the following for their advisory roles and other services rendered as elected leaders.

Ralph James	Mayor	\$0.00
Catherine Lee	Alderman	\$0.00
Todd Leake	Alderman	\$0.00
Robert Stachowicz	Alderman	\$0.00

See accountants' compilation report.

VILLAGE OF HEFLIN, LOUISIANA

SCHEDULE OF COMPENSATION, BENEFITS AND OTHER PAYMENTS TO AGENCY
HEAD OR CHIEF EXECUTIVE OFFICER

Year Ended December 31, 2014

Agency Head Name: Ralph James

No salary or benefits paid during year to agency head.

Salary and Other Benefits -0-

See accountants' compilation report.

VILLAGE OF HEFLIN, LOUISIANA
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS

Year Ended December 31, 2014

There were no findings for the year ending December 31, 2013.

See accountants' compilation report.

VILLAGE OF HEFLIN, LOUISIANA

CORRECTIVE ACTION PLAN FOR CURRENT YEAR FINDINGS
Year Ended December 31, 2014

There were no findings for the year ending December 31, 2014.